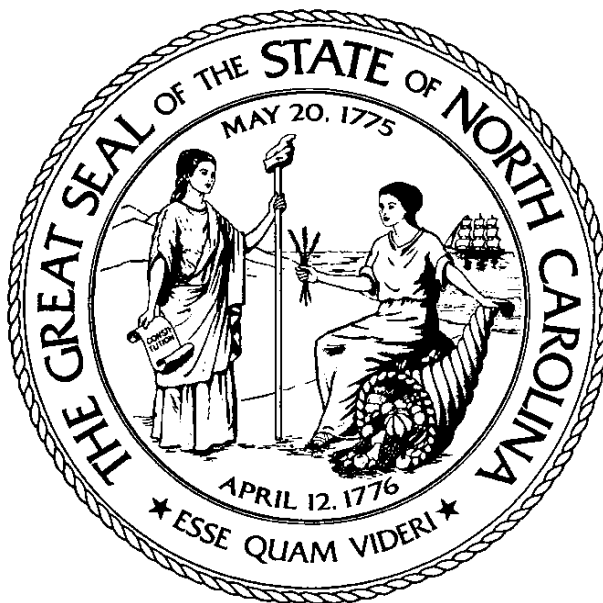


# Single Audit Report

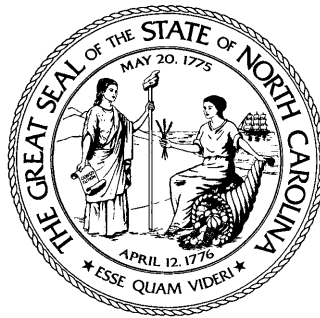
*For The Year Ended June 30, 2003*



*OFFICE OF THE STATE AUDITOR*  
*Ralph Campbell, Jr.*  
*State Auditor*

# STATE OF NORTH CAROLINA

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## SINGLE AUDIT REPORT

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**OFFICE OF THE STATE AUDITOR**  
***RALPH CAMPBELL, JR.***  
***STATE AUDITOR***

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# ***NORTH CAROLINA OFFICE OF THE STATE AUDITOR***

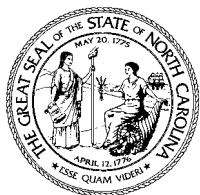


***Ralph Campbell, Jr.***  
State Auditor

## **MISSION AND COMMITMENT**

The mission of the Office of the State Auditor is to provide North Carolina's citizens and other users with **professional, independent evaluations** of the State's fiscal accountability and public program performance. Specifically, the Office of the State Auditor strives to assure that North Carolina state government is executing its management responsibility in compliance with applicable laws, rules, regulations and policies. Additionally, the Office of the State Auditor evaluates management controls and policies that should promote the efficient and effective use of public resources and assists state agencies in identifying areas of possible duplication.

In conducting these duties and responsibilities, the State Auditor is committed to thorough audits and examinations performed by a professional staff which result in useful and practical recommendations to improve services provided by North Carolina state government. Further, the State Auditor is committed to promoting cooperative efforts with those agencies and institutions under his statutory oversight.



Ralph Campbell, Jr.  
State Auditor

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March 31, 2004

The Honorable Michael F. Easley, Governor  
The General Assembly of North Carolina

We are pleased to submit the *Single Audit Report* for the State of North Carolina for the fiscal year ended June 30, 2003. The audit was conducted in accordance with standards contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the requirements of the Single Audit Act Amendments of 1996, and the provisions of the Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

This *Single Audit Report* reflects federal awards of \$11.8 billion. This report includes reportable conditions and material weaknesses in internal control relating to major federal programs and instances of noncompliance, including several that we believe constitute material noncompliance, that meet the criteria of OMB Circular A-133.

The North Carolina *Comprehensive Annual Financial Report* for the fiscal year ended June 30, 2003 has been issued in a separate report by the Office of the State Controller. In accordance with *Government Auditing Standards*, we are issuing our report on our consideration of the State of North Carolina's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

The reportable conditions in internal control and instances of noncompliance arising from our audit are described in the Schedule of Findings and Questioned Costs.

We wish to acknowledge the assistance of the North Carolina Office of the State Controller and the cooperation of other state agencies, community colleges, and universities in the preparation of this report.

Respectfully submitted,

A handwritten signature in black ink that reads "Ralph Campbell, Jr." in a cursive script.

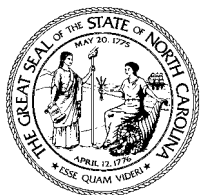
Ralph Campbell, Jr.  
State Auditor

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## **AUDITOR'S SECTION**



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Ralph Campbell, Jr.  
State Auditor

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## **REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

The Honorable Michael F. Easley, Governor  
The General Assembly of North Carolina

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of North Carolina as of and for the year ended June 30, 2003 (not presented herein), which collectively comprise the State's basic financial statements, and have issued our report thereon dated December 10, 2003. We did not audit the financial statements of the North Carolina Housing Finance Agency, which represent 11 percent, 3 percent, and 3 percent, respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units; the financial statements of the State Education Assistance Authority, which represent 13 percent, 6 percent, and 2 percent, respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units; nor the financial statements of the University of North Carolina System – University of North Carolina Health Care System – Rex Healthcare, which represent 3 percent, 2 percent, and 4 percent, respectively, of the assets, net assets and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for those entities, is based on the reports of the other auditors

As discussed in Note 20 to the financial statements, the State of North Carolina implemented Governmental Accounting Standards Board Statement No. 38, *Certain Financial Statement Note Disclosures (paragraphs 12 through 15)*, and GASB Technical Bulletin No. 2003-2, *Disclosure Requirements for Derivatives Not Reported at Fair Value on the Statement of Net Assets*, during the year ended June 30, 2003.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of the University of North Carolina System – University of North Carolina Health Care System – Rex Healthcare were not audited in accordance with *Government Auditing Standards*.

### Compliance

As part of obtaining reasonable assurance about whether the State of North Carolina's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that are required to be reported under Government Auditing Standards. These instances of noncompliance are described in Section II, Financial Statement

Findings, of the accompanying Schedule of Findings and Questioned Costs. The other auditors discussed in the first paragraph above also noted certain immaterial instances of noncompliance, which were reported to management of the State Education Assistance Authority in a separate letter dated November 11, 2003.

#### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the State of North Carolina's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the State of North Carolina's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in Section II, Financial Statement Findings, of the accompanying Schedule of Findings and Questioned Costs.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions, and accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described in Section II, Financial Statement Findings, of the accompanying Schedule of Findings and Questioned Costs, we consider items 03-FS-04, 03-FS-07, 03-FS-16, 03-FS-17, 03-FS-18, 03-FS-19, 03-FS-21, 03-FS-22, 03-FS-25, 03-FS-30, and 03-FS-32 to be material weaknesses.

This report is intended solely for the information and use of the Governor, the General Assembly, the State Controller, management and staff of organizations within the State of North Carolina reporting entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Ralph Campbell, Jr.  
State Auditor

December 10, 2003



Ralph Campbell, Jr.  
State Auditor

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**REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL  
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

The Honorable Michael F. Easley, Governor  
The General Assembly of North Carolina

Compliance

We have audited the compliance of the State of North Carolina with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2003. The State of North Carolina's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of management of the State of North Carolina. Our responsibility is to express an opinion on the State of North Carolina's compliance based on our audit.

The State of North Carolina's financial reporting entity includes the operations of the State Education Assistance Authority and the North Carolina Housing Finance Agency. These agencies reported \$1.46 billion and \$125.9 million respectively, in federal awards that are not included in the Schedule of Expenditures of Federal Awards during the year ended June 30, 2003. Our audit, described below, did not include the operations of the State Education Assistance Authority and the North Carolina Housing Finance Agency because these agencies engaged other auditors to perform an audit in accordance with OMB Circular A-133.

Except as discussed in the following paragraph, we conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the State of North Carolina's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the State of North Carolina's compliance with those requirements.

As described in the accompanying Schedule of Findings and Questioned Costs, the State of North Carolina did not comply with several compliance requirements that are applicable to several of its major federal programs, as follows:

Finding Number	Type of Compliance Requirement	CFDA	Major Federal Program
03-SA-1	Subrecipient Monitoring	10.550	Food Donation
03-SA-5	Reporting	14.228	Community Development Block Grants/State's Program
03-SA-14	Eligibility	17.225	Unemployment Insurance
03-SA-15	Procurement and Suspension and Debarment	17.225	Unemployment Insurance
03-SA-31	Procurement and Suspension and Debarment	20.106	Airport Improvement Program
03-SA-32	Reporting	20.106	Airport Improvement Program
03-SA-33	Subrecipient Monitoring	20.106	Airport Improvement Program
03-SA-37	Procurement and Suspension and Debarment	20.205	Highway Planning And Construction
03-SA-38	Special Tests and Provisions	20.205	Highway Planning And Construction
03-SA-41	Procurement and Suspension and Debarment	83.544	Public Assistance Grants
03-SA-42	Reporting	83.544	Public Assistance Grants
03-SA-43	Subrecipient Monitoring	83.544	Public Assistance Grants
03-SA-45	Procurement and Suspension and Debarment	83.544	Public Assistance Grants
03-SA-48	Procurement and Suspension and Debarment	83.548	Hazard Mitigation Grant
03-SA-50	Subrecipient Monitoring	83.548	Hazard Mitigation Grant
03-SA-76	Special Tests and Provisions	93.563	Child Support Enforcement
03-SA-87	Subrecipient Monitoring	93.667	Social Services Block Grant
03-SA-88	Subrecipient Monitoring	93.667	Social Services Block Grant
03-SA-91	Allowable Costs/Cost Principles	93.778	Medical Assistance Program
03-SA-92	Allowable Costs/Cost Principles	93.778	Medical Assistance Program
03-SA-95	Allowable Costs/Cost Principles	93.778	Medical Assistance Program
03-SA-97	Allowable Costs/Cost Principles	93.778	Medical Assistance Program
03-SA-103	Cash Management	93.778	Medical Assistance Program
03-SA-105	Special Tests and Provisions	93.778	Medical Assistance Program
03-SA-106	Special Tests and Provisions	93.778	Medical Assistance Program

Compliance with such requirements is necessary, in our opinion, for the State of North Carolina to comply with the requirements applicable to those programs.

In our opinion, except for the noncompliance described in the two preceding paragraphs, the State of North Carolina complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2003. The results of our auditing procedures also disclosed other instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs in audit findings 03-SA-6, 03-SA-7, 03-SA-11, 03-SA-18, 03-SA-34, 03-SA-36, 03-SA-53, 03-SA-54, 03-SA-56, 03-SA-57, 03-SA-58, 03-SA-59, 03-SA-61, 03-SA-63, 03-SA-71, 03-SA-80, 03-SA-81, 03-SA-83, 03-SA-89, 03-SA-94, 03-SA-99, 03-SA-104, and 03-SA-109.

#### Internal Control Over Compliance

The management of the State of North Carolina is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the State of North Carolina's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

We noted certain matters involving the internal control over compliance and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the State of North Carolina's ability to administer a major federal program in accordance with the applicable requirements of laws, regulations, contracts and grants. Reportable conditions are described in findings in Section III, Federal Award Findings and Questioned Costs, of the accompanying Schedule of Findings and Questioned Costs and are designated as either "reportable condition" or "material weakness."

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider findings which are designated as "material weakness" in Section III, Federal Award Findings and Questioned Costs, of the accompanying Schedule of Findings and Questioned Costs to be material weaknesses.

#### Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of North Carolina, as of and for the year ended June 30, 2003 (not presented herein), which collectively comprise the State's basic financial statements, and have issued our report thereon dated December 10, 2003. We did not audit the financial statements of the North Carolina Housing Finance Agency, which represent 11 percent, 3 percent, and 3 percent, respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units; the financial statements of the State Education Assistance Authority, which represent 13 percent, 6 percent, and 2 percent, respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units; nor the financial statements of the University of North Carolina System – University of North Carolina Health Care System – Rex Healthcare, which represent 3 percent, 2 percent, and 4 percent, respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose report thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for those entities, is based on the reports of the other auditors.

As discussed in Note 20 to the financial statements, the State of North Carolina implemented Governmental Accounting Standards Board Statement No. 38, *Certain Financial Statement Note Disclosures (paragraphs 12 through 15)*, and GASB Technical Bulletin No. 2003-2, *Disclosure Requirements for Derivatives Not Reported at Fair Value on the Statement of Net Assets*, during the year ended June 30, 2003.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of the University of North Carolina System – University of North Carolina Health Care System – Rex Healthcare were not audited in accordance with *Government Auditing Standards*.

Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Governor, the General Assembly, the State Controller, management and staff of organizations within the State of North Carolina reporting entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Ralph Campbell, Jr.  
State Auditor

March 31, 2004 (except as related to the  
Report on the Schedule of Expenditures  
of Federal Awards, as to which the  
date is December 10, 2003)

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

For the Fiscal Year Ended June 30, 2003

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**SCHEDULE OF FINDINGS AND QUESTIONED COSTS****I. Summary of Auditor's Results**For the Fiscal Year Ended June 30, 2003

---

Financial Statements

- Type of auditor's report issued? Unqualified
- Internal control over financial reporting:
  - Material weaknesses identified? Yes
  - Reportable conditions identified that are not considered to be material weaknesses? Yes
- Noncompliance material to financial statements noted? Yes

Federal Awards

- Internal control over major programs:
  - Material weaknesses identified? Yes
  - Reportable conditions identified that are not considered to be material weaknesses? Yes
  - Type of auditor's report issued on compliance for major programs? Qualified
- Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? Yes
- Identification of major programs:

CFDA  
Number

---

Name of Federal Program or Cluster

Child Care Cluster  
Child Nutrition Cluster  
Employment Services Cluster  
Food Stamp Cluster  
Highway Planning and Construction Cluster  
Medicaid Cluster

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS****I. Summary of Auditor's Results**For the Fiscal Year Ended June 30, 2003

---

- Identification of major programs: (continued)

CFDA Number	Name of Federal Program or Cluster
	Research and Development Cluster
	Student Financial Assistance Cluster
	WIA Cluster
10.550	Food Donation
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children
10.558	Child and Adult Care Food Program
14.228	Community Development Block Grants/State's Program
17.225	Unemployment Insurance
17.245	Trade Adjustment Assistance – Workers
20.106	Airport Improvement Program
66.458	Capitalization Grants for Clean Water State Revolving Funds
66.468	Capitalization Grants for Drinking Water State Revolving Fund
83.544	Public Assistance Grants
83.548	Hazard Mitigation Grant
84.048	Vocational Education: Basic Grants to States
84.126	Rehabilitation Services – Vocational Rehabilitation Grants to States
84.367	Improving Teacher Quality State Grants
93.268	Immunization Grants
93.558	Temporary Assistance for Needy Families
93.563	Child Support Enforcement
93.568	Low-Income Home Energy Assistance
93.658	Foster Care – Title IV-E
93.667	Social Services Block Grant
93.767	State Children's Insurance Program
93.959	Block Grants for Prevention and Treatment of Substance Abuse

- Dollar threshold used to distinguish  
between type A and type B programs? \$ 30,000,000
- Auditee qualified as low-risk auditee? No

## **SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

### **II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

---

The following findings and recommendations resulted from our audit of the basic financial statements of the State of North Carolina. Each finding is referenced with a two-digit number representing the fiscal year, a "FS" to indicate that it is a financial statement finding, and a sequential number. Each finding is also categorized by type as described below:

#### **Prior Year Finding**

A finding presented in the prior year Single Audit Report that affected the current year audit of the basic financial statements.

#### **Category of Internal Control Weakness**

If the finding represents a current year weakness in internal control, one of the following designations will appear:

- **Reportable Condition** - A matter coming to the auditor's attention that, in his or her judgment, should be communicated because it represents a significant deficiency in the design or operation of internal control, which could adversely affect the State's ability to initiate, record, process, and report financial data consistent with the assertions of management in the basic financial statements.
- **Material Weakness** - A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

#### **Category of Noncompliance**

If the finding represents a current year instance of noncompliance, one of the following designations will appear:

- **Reportable Noncompliance** - A finding related to fraud or illegal acts (violation of a law or regulation) unless the matter is considered clearly inconsequential; or a finding related to other noncompliance (violation of a contract or grant award provision) unless the matter is considered immaterial.
- **Material Noncompliance** - An instance of reportable noncompliance, the effect of which is considered material to the basic financial statements.

## DEPARTMENT OF STATE TREASURER

## II. Financial Statement Findings

For the Fiscal Year Ended June 30, 2003

	Type of Finding	Findings and Recommendations
03-FS-1	Reportable Condition	<p data-bbox="537 443 1273 474"><u>Internal Control Over Retirement Benefits Needs Improvement</u></p> <p data-bbox="537 506 1468 663">During our audit of the Teachers' and State Employees' Retirement System and the Local Government Employees' Retirement System, we noted two deficiencies in the design and operation of internal control over retirement benefits. As a result of these deficiencies, an increased risk of false or erroneous charges being made to the retirement benefits account exists.</p> <p data-bbox="537 695 1468 936">a. From our examination of monthly disbursing account reconciliations, we determined that there were a significant number of old outstanding checks that had not cleared. Approximately 22% of the dollar value of outstanding checks at April 30, 2003 had been issued for more than 90 days, with the oldest item dated in 1990. We also noticed that in many cases a single payee had outstanding checks for several consecutive months. Such outstanding items indicate potential erroneous payments that should be investigated in a timely fashion.</p> <p data-bbox="594 968 1468 1367">Of these old outstanding items, we tested checks for 50 payees and determined that 25 of the payees were reported as deceased on the Social Security Death Index web site. For 22 of the 25 reportedly deceased payees, we also found evidence in the individual's retirement file indicating that Department personnel either knew or suspected that the person had died. In four cases, the Retirement System was still issuing payments to people even though the files contained some indication that the payee was deceased, though an official death certificate had not been received. Based on information provided by the Department, subsequent investigation revealed that three of these four individuals were in fact deceased. For the 25 payees not reported as deceased on the Social Security Death Index web site, we were unable to determine why the checks had not cleared.</p> <p data-bbox="537 1398 1468 1524">b. We also noted a weakness in procedures for calculating revised benefits payable to beneficiaries when a retiree dies. The analysts who calculate the revised benefit and enter the change to the payroll file do so without supervisor review or authorization.</p> <p data-bbox="537 1556 1468 1703">Agency personnel have cited a lack of sufficient staff resources as a major reason for the internal control problems. At the conclusion of our audit, procedures were being developed and attempts were being made to reorganize and hire staff to enable the agency to accomplish the needed control objectives.</p> <p data-bbox="537 1734 1468 1887"><i>Recommendation:</i> We recommend that the Department continue their efforts to design and implement the internal control needed to ensure that old outstanding retirement benefit checks are properly investigated, that prompt action is taken to amend or cease benefits when a retiree dies, and that retirement benefit changes are reviewed and authorized by someone other</p>

**DEPARTMENT OF STATE TREASURER (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>than the person determining the revised benefit.</p> <p><i>Agency Response:</i> The audit finding noted two deficiencies in the design and operation of internal control over retirement benefits. One item of concern pertained to the status of a significant number of old outstanding checks that had not cleared the monthly disbursing account. The other item of concern pertained to the procedures used for calculating revised benefits when a retiree dies.</p> <p>In regards to the first item, after receiving preliminary comments from your auditors on this matter last June, we reviewed our process of determining outstanding checks and also found deficiencies in that process. We revised the process and ultimately determined there were some 1,300 outstanding payments, and have assigned additional personnel to research these accounts and have currently resolved more that 50% of them. We anticipate being complete in the resolution of these outstanding checks within three months, and have also made modifications to this process to ensure a backlog is not created in the future.</p> <p>Additionally, you noted that checks upon the Social Security Death Index reflected that 25 out of 50 payees reviewed were deceased. We have also modified our death processing procedures to require our personnel to check for outstanding checks on each report of death received. We have provided personnel access to an Excel spreadsheet listing all outstanding retirement payments, and are also in the process of developing a mainframe application to check for outstanding items. Once complete, this application will create efficiencies over the current process. We anticipate completion of this project in May.</p> <p>The second item pertained to a weakness in procedures for calculating revised benefits payable to beneficiaries when a retiree dies. More specifically, you stated that analysts calculating revised benefits enter the change into the payroll file without supervisor review or authorization. During the exit conference, we discussed this matter at length as we wanted to make sure your staff understood the calculations involved and our plans to address this issue. In cases where survivorship benefits are payable, the amount payable in all but a few rare instances is either the same amount the retiree was receiving or 50% of the amount the retiree was receiving. Thus, the calculation required, if any, in these instances is quite simple. We also discussed our plans to create an internal audit function within the Retirement Systems Division and specifically an internal audit position within the Benefits Processing Section to randomly audit a portion of these and other calculations. Your staff agreed creation of this function would satisfy their concerns in this area.</p>

## DEPARTMENT OF TRANSPORTATION

## II. Financial Statement Findings

For the Fiscal Year Ended June 30, 2003

Type of Finding		Findings and Recommendations
03-FS-2	Prior Year Finding	<p><u>Time Records Not Approved</u></p> <p>A review of documentation to support payroll expenditures for fifty-four employees revealed four field payroll worksheets (FR-01 forms) that were not approved by the supervisor, an error rate of 8%. Additionally, three of these worksheets were not signed by the employee. There is an increased risk of errors or irregularities in payroll expenditures when time and attendance records do not receive adequate review.</p> <p>The Department had not implemented adequate controls to ensure that documents used to record time and attendance were approved in accordance with its <i>Field Fiscal Procedures Manual</i>.</p> <p><i>Recommendation:</i> The Department should strengthen management oversight to ensure that established internal control procedures are followed regarding the approval of documents supporting time and attendance.</p> <p><i>Agency Response:</i> The Department agrees the sample taken did not have the required signatures. A memorandum was sent through interoffice communications by the Secretary of Transportation November 19, 2003 to all areas. In the memo it was enforced that all employees must sign a timesheet with supervisor approval obtained prior to entry into the computer system.</p>
03-FS-3	Reportable Condition	<p><u>Employees Overpaid Due to Clerical Error</u></p> <p>The Department overpaid approximately 14,000 employees a total of \$1.7 million dollars in salaries during the fiscal year. The overpayment resulted from a clerical error in calculating total work hours in the fiscal year, a key factor used in the formula to allocate annual salaries to biweekly payrolls. Beginning in July 2002 and continuing throughout the fiscal year, each employee was overpaid by a rate, which, would accumulate to eight hours of additional pay over the period.</p> <p>The Highway Planning and Construction Grant reimbursed the Department for \$318,771 of the overpaid salaries, and we question these costs. The Department refunded these costs in October 2003, by reducing a current federal billing by that amount.</p> <p>The Department also developed a process to recover the overpayment from the employees.</p> <p><i>Recommendation:</i> Internal controls should be implemented to ensure that data used in payroll calculations is accurate before computer applications are updated.</p> <p><i>Agency Response:</i> The Department agrees with the finding. In May of each</p>

**DEPARTMENT OF TRANSPORTATION** (continued)**II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>year, the Payroll Manager and the Payroll Accountant will calculate independently the work hours for the fiscal year. This will be presented to upper management for review.</p>
03-FS-4  Material Weakness  Material Noncompliance	<p><u>Schedule of Expenditures of Federal Awards was Overstated</u></p> <p>Controls were not in place to ensure that the amounts recorded on the Schedule of Expenditure of Federal Awards (SEFA) were accurate. The OMB Circular A-133 requires that the SEFA be prepared to report the federal awards expended during the year. A computer program written to extract expenditures from the Department's new accounting system did not provide for a proper cutoff of qualifying expenditures at year-end. Therefore, expenditures for various programs totaling \$57 million were included in the SEFA that should not have been included until a subsequent year.</p> <p>The Department corrected the programming error and produced a revised report, which was used to adjust the SEFA in November 2003.</p> <p><i>Recommendation:</i> The Department should adequately review and test computer programs to ensure accurate reporting in the future.</p> <p><i>Agency Response:</i> Corrective action was initiated November 3, 2003 to correct the report in the financial system. Analysis by NCDOT staff will prevent this in the future.</p>
03-FS-5  Reportable Condition	<p><u>Receipting Function Not Adequately Segregated</u></p> <p>The Division of Motor Vehicles' receipting function to process fees associated with online access to motor vehicle records had an inadequate segregation of duties. The accounts receivable clerk had conflicting duties in that this person prepared invoices, accepted cash receipts, prepared the receipt transmittal, prepared the bank deposit slips, and keyed data into the accounting system. Approximately \$15 million in checks were processed during the fiscal year. Inadequate segregation of duties can allow errors and irregularities to be concealed or undetected.</p> <p><i>Recommendation:</i> The Division of Motor Vehicles should segregate the duties relating to initiation, processing and recording of transactions to ensure the integrity of internal control over the receipting function.</p> <p><i>Agency Response:</i> Duties were segregated November 22, 2003 in the Revenue and Collections Unit at Division of Motor Vehicles.</p>



**DEPARTMENT OF TRANSPORTATION** (continued)**II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

	Type of Finding	Findings and Recommendations
03-FS-6	Prior Year Finding	<u>Year- End Financial Reporting Process Did Not Identify All Liabilities</u>
	Reportable Condition	<p>The Department's method to identify liabilities at year-end did not effectively discover all outstanding obligations. Therefore, liability and expenditure accounts reported in the State's <i>Comprehensive Annual Financial Report</i> were understated.</p> <p>Upon review of a sample of expenditures subsequent to year-end, we identified \$7 million in unrecorded liabilities.</p> <p><i>Recommendation:</i> The Department should develop a method to capture all liabilities at year-end and effectively implement procedures to achieve accurate financial reporting.</p> <p><i>Agency Response:</i> The Department will be reviewing the memorandums that are distributed throughout the Department to ensure they fully explain the information that is needed to accurately reflect good and services rendered for the year. Meetings will occur with the areas that resulted in the unrecorded liabilities. A review will take place for cost paid in July that must be included within the CAFR.</p>
03-FS-7	Material Weakness	<u>Physical Inventory Not Performed on All Types of Capital Assets</u>
		<p>The Department did not perform a physical inventory of motorized and construction equipment, buildings, and land in accordance with Office of State Controller (OSC) policies and procedures. An annual inventory is necessary to ensure that capital assets amounts recorded in the State's <i>Comprehensive Annual Financial Report (CAFR)</i> accurately represent assets owned and physically located in the department.</p> <p><i>Recommendation:</i> The Department should include all types of capital assets in its annual inventory process to ensure that assets are accounted for and accurately reported in the <i>CAFR</i>. The process should be coordinated with the fiscal section to ensure that assets to be inventoried or verified agree with the accounting records. Office of State Controller procedures should be followed in conducting the inventory.</p> <p><i>Agency Response:</i> The Department used information from the Department of Administration for land and buildings but did not have a formal count process in the fiscal year. A count process for land, buildings, and equipment assets will be completed in the fiscal year ending June 30, 2004.</p>

**DEPARTMENT OF TRANSPORTATION** (continued)**II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding		Findings and Recommendations
03-FS-8	Reportable Noncompliance	<p><u><b>Financial Statements Not Submitted Timely</b></u></p> <p>The Department did not submit timely to the Office of the State Controller (OSC) its financial statements for the fiscal year ended June 30, 2003. This condition jeopardizes the timely completion, audit and issuance of the State's <i>Comprehensive Annual Financial Report</i>. General Statute 143-20.1 requires agencies to prepare financial statements within sixty days after the fiscal year end. This year's deadline was August 29, 2003 however the statements were not submitted to OSC until September 11, 2003.</p> <p>The Department implemented a new internal financial accounting system in April 2003. Situations encountered in the process prevented the Department from closing its books on the internal system in a timely manner. This prevented the fiscal staff from obtaining information necessary to complete the financial statements for OSC in a timely manner.</p> <p><i>Recommendation:</i> The Department should make efforts to ensure that the internal financial system is closed early enough to allow for timely completion of the financial statements.</p> <p><i>Agency Response:</i> The Department is putting measures in place to meet the deadline in subsequent years.</p>

## DEPARTMENT OF ENVIRONMENT AND NATURAL RESOURCES

## II. Financial Statement Findings

For the Fiscal Year Ended June 30, 2003

	Type of Finding	Findings and Recommendations
03-FS-9	Reportable Condition	<p data-bbox="519 441 1479 472"><u>Access Rights for Separated Employees Not Cancelled</u></p> <p data-bbox="519 504 1479 840">Controls were not in place to ensure that terminated employees were denied access to the Department's mainframe. Improper access to computer systems can result in alteration, unauthorized use, or loss of information. Eight of fifty-nine separated employees tested were still listed on the mainframe user profile. Although the status was classified as "revoked" or "inactive" for these employees, access could easily be reinstated. The Department had no written policies and procedures that required its Divisions to notify the Information Systems Division when an employee separates so that they will be removed from the user profile. Good internal control would prescribe that access to computer systems be cancelled immediately upon an employee's separation.</p> <p data-bbox="519 871 1479 997"><i>Recommendation:</i> The Department should adopt formal written policies and procedures for the termination of access rights to all information systems for separated employees. The Department should also review access privileges and delete any employees that have separated from the department.</p> <p data-bbox="519 1029 1479 1060"><i>Agency Response:</i> We agree with the audit finding.</p> <p data-bbox="519 1092 1479 1365">The Department has written procedures for termination of access rights to all information systems for separated employees. Subsequent to your audit, our internal review determined that not all divisions have consistently followed these procedures. The Department has revised its procedures for separating employees to emphasize the importance of terminating access to information systems, and has communicated this to the appropriate staff. In addition, the Division of Human Resources will provide the Division of Information Technology Services (ITS) with a monthly list of separated employees to ensure that appropriate actions have been taken.</p>
03-FS-10	Reportable Condition	<p data-bbox="519 1417 1479 1449"><u>Controls Not in Place to Prevent Overpayments</u></p> <p data-bbox="519 1480 1479 1795">Controls were not in place to ensure that separated employees were paid correctly for unused annual leave. Our test of eleven separated employees charged to the Capitalization Grants for Drinking Water State Revolving Fund revealed that two employees were overpaid. These employees were paid for the leave balance reported on the personnel action form that had been prepared prior to their last working day. In each case, the employee took leave during the last two weeks of his employment that was not reflected on this form. Procedures were not in place to compare the actual leave balances per the employee's final timesheet with the hours of leave that the employee was to be paid. Additional details of the errors are described below.</p> <ul data-bbox="519 1827 1479 1887" style="list-style-type: none"> <li>• One employee was overpaid a gross amount of \$707. This employee took thirty-two hours of leave after the personnel action form was prepared.</li> </ul>

**DEPARTMENT OF ENVIRONMENT AND NATURAL RESOURCES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>The Department recouped the net pay of \$492 from the employee and the appropriate payroll adjustments were made.</p> <ul style="list-style-type: none"> <li>One employee was overpaid a gross amount of \$473. This employee took twenty-seven hours of leave that was not reflected on the personnel action form. In addition, this employee's sick leave balance was understated by 8 hours. The Department recouped the net pay of \$242 from the employee and the appropriate payroll adjustments were made. The error in the sick leave balance was referred to the State Retirement System.</li> </ul> <p>In addition, another employee's final sick leave balance that was communicated to the State Retirement System was miscalculated by 1.64 days.</p> <p>All recoupments and the referrals were made after inquiry during the course of our audit. We will not question any costs since the corrections were made prior to the end of the fiscal year and we do not expect other errors in the population to exceed \$10,000.</p> <p><i>Recommendation</i> The Department should implement procedures to compare the leave balances on the final timesheet to the leave reported on the personnel action form before final payments are made.</p> <p><i>Agency Response:</i> We agree with the audit finding.</p> <p>The Department has procedures in place to prevent overpayments. The two overpayments were the result of one employee not following those procedures. Corrective action has already taken place within the Division of Environmental Health, and our operating manual relating to separation of employees has been revised to emphasize verification of leave balances. In addition, the DENR Internal Auditor will audit employee separations on a routine basis to ensure compliance with Department policies and procedures.</p>

## DEPARTMENT OF HEALTH AND HUMAN SERVICES

## II. Financial Statement Findings

For the Fiscal Year Ended June 30, 2003

Type of Finding		Findings and Recommendations
03-FS-11	Reportable Condition	<p><u>Basic Support Claims Not Properly Paid</u></p> <p>There were weaknesses in the Department's controls over the payment of basic support claims in the Rehabilitation Services - Vocational Rehabilitation Grants to States program, resulting in errors that produced overpayments of \$14,893. We are questioning the federal share of \$11,720. An examination of 210 client files revealed the following:</p> <ul style="list-style-type: none"> <li>• Three inpatient claims were paid as outpatient claims resulting in an overpayment of \$13,326.</li> <li>• Because of a system miscalculation, a claim was paid using incorrect rates resulting in an overpayment of \$382.</li> <li>• The Department paid a vendor \$1,163 without the required vendor signatures.</li> <li>• Two other claims were paid amounts not in agreement with documentation or at an incorrect rate.</li> </ul> <p>Section 1-11 of the Division of Vocational Rehabilitation internal policies manual requires that invoices for inpatient and outpatient hospital services be paid at the Medicaid rate and requires that invoice information include vendor signature. In addition, costs must be adequately documented in accordance with OMB Circular A-87.</p> <p><i>Recommendation:</i> The Department should strengthen internal control to ensure that all invoices are properly processed and paid. Also, the Department should ensure that all applicable rates are properly incorporated into its payment procedures. The Department should perform an analysis to determine the total impact of the errors and require providers to reimburse the Department for all overpayments.</p> <p>The Department should also strengthen internal control to ensure that vendor signatures and adequate documentation are obtained for all invoices before payment is made in accordance with both federal and internally required procedures.</p> <p><i>Agency Response:</i> The Department concurs with the finding and the Auditor's recommendation. The Department will strengthen internal control to ensure all invoices are properly processed and paid, applicable rates are properly incorporated into payment procedures, and adequate documentation is obtained before payment is made. In all of the cases where an overpayment was made the provider has been contacted and a refund has been requested.</p>
	Reportable Noncompliance	

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding		Findings and Recommendations
03-FS-12	Prior Year Finding	<u>Fixed Asset Records Incomplete/Inaccurate</u>
	Reportable Condition	<p>Weaknesses were noted in the Department's controls over fixed asset records. The Department failed to update in a timely manner the fixed asset records for equipment purchased during the fiscal year. In addition, the asset listing did not contain all pertinent fixed asset information, such as the permanent fixed asset number, description, and serial number of the item. Our test of a sample of twenty-five inventory worksheet packets revealed the following:</p> <ul style="list-style-type: none"> <li>Two locations notified the Department that equipment items were to be added to the fixed asset records, however, equipment records were not updated to include all of the items.</li> <li>Inaccuracies were found in the equipment records for four locations. Errors in the fixed asset records include assets with the incorrect serial number and multiple assets with the same serial number.</li> <li>Two inventory packets distributed to the County and Child Support Enforcement offices for annual inventory were incomplete. Prior year worksheets were used to complete the inventory.</li> </ul> <p>Inaccurate information or the omission of information in the fixed asset system increases the risk that missing and/or stolen items will not be detected. Inaccurate asset records could result in incomplete inventory packets used to perform the annual physical inventory. The lack of updated fixed asset records could also result in misstatement of fixed asset account balances in the financial statements.</p> <p>Title 45 CFR 74.34 requires the recipient to maintain adequate safeguards to prevent loss, damage, or theft of equipment. The recipient is to complete a physical inventory of equipment and reconcile any differences noted with equipment records at least once every two years. The regulation also requires that the records include a description of the equipment, manufacturer's serial number or other identification number, acquisition date, location of equipment, unit acquisition cost, and disposition data.</p> <p><i>Recommendation:</i> The Department should implement a tracking system to ensure all changes noted on the inventory worksheets are made to the equipment records. Inconsistencies or errors uncovered when updating fixed asset records should be investigated and corrected.</p> <p><i>Agency Response:</i> The Department agrees with the finding that equipment reported by two counties was not added to the fixed asset records. The fixed asset coordinator is responsible for adding or updating asset records with historical data such as asset description, cost of asset, serial number and any other information needed for input purpose. This issue will be resolved by the</p>
	Reportable Noncompliance	

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
03-FS-13	<p>end of April 2004. The Department agrees with the finding that inaccuracies were found in the system records for four locations because of incorrect information that was sent from the field offices. One county's information has been secured and the system updated with correct information. This issue will be fully resolved by the end of April 2004.</p> <p>The Department agrees with the finding that a temporary asset was not assigned a permanent asset number in a timely manner. The permanent asset number is assigned by the fixed asset coordinator, whom we have contacted and from whom we are awaiting the missing information. This issue will be resolved by the end of April 2004.</p>
Reportable Condition	<u>Internal Control Weaknesses Over Accounts Receivable</u>
Reportable Noncompliance	<p>We noted numerous internal control weaknesses and shortcomings in the accounts receivable system:</p> <ol style="list-style-type: none"> <li data-bbox="537 1003 1466 1087">There is no independent review of the information entered into the accounts receivable system by accounting technicians. This makes the immediate identification of errors and mistakes nearly impossible.</li> <li data-bbox="537 1129 1466 1339">The accounts receivable system does not provide reports that would benefit the Department and does not provide the information often needed for effective management and record keeping. For instance, the system does not allow for the review of items and tracking of monies once a receivable has been paid in full. Also, the system flags disputed amounts and reports them as current rather than maintaining their proper aging date.</li> <li data-bbox="537 1371 1466 1518">The Department has failed to develop policies &amp; procedures for the recognition of disputed accounts receivable in the year-end accrual process. This has a significant impact on the amounts that are being reported as allowance for doubtful accounts, which could lead to over or understating accounts receivable.</li> <li data-bbox="537 1560 1466 1675">The Department failed to follow the cash management plan for writing off outstanding accounts receivable that have been deemed uncollectible. For example, the Department continued to book \$7.5 million of third party recovery accounts receivables that were in excess of a year.</li> <li data-bbox="537 1707 1466 1801">The Department failed to seek collection of \$566,000 in accounts receivable amounts that had been transferred from its claims processing contractor, as required by the Department's cash management plan.</li> <li data-bbox="537 1833 1466 1887">The Department failed to submit amounts over \$500 and 90 days outstanding to the Attorney General's Office for collection as required by</li> </ol>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
GS 147-86.11.	<p data-bbox="537 510 1466 627">g. The Division of Medical Assistance has not ensured that its claims processing contractor follows the same policies and procedures that are followed by the Department for the recognition of accounts receivable, allowance for doubtful accounts, and bad debt write-offs.</p> <p data-bbox="537 663 1466 751">These weaknesses in internal controls over accounts receivables could cause into question the accounts receivable amounts reported on the financial statements.</p> <p data-bbox="537 772 1466 1010"><i>Recommendation:</i> The Department should implement controls to ensure that accounts receivables information is reported accurately, completely, and reliably. Written policies and procedures should be developed for the recognition of disputed claims to accurately age accounts receivables for financial statement reporting. The Department should make active efforts to collect accounts, seek legal remedies, report past due amounts as required to the Attorney General's office and write off uncollectible accounts as appropriate.</p> <p data-bbox="537 1045 1466 1163">The Department should ensure that its claims processing contractor is aware of and following the same accounts receivable policies as the agency regarding accurate reporting of accounts receivable, allowance for doubtful accounts, and bad debt write-offs.</p> <p data-bbox="537 1184 1466 1241"><i>Agency Response:</i> A response for each internal control weakness or shortcoming in the accounts receivable system follows.</p> <p data-bbox="537 1262 1466 1654">a. The Department agrees with the finding that there is no independent review of the information entered; however, we feel that there are other controls in place that are sufficient to assure the accuracy of the data keyed into the system. Data entered into the system by the Accounts Receivable (A/R) Technicians is subject to batch control (each Tech develops and enters a batch total prior to setting up the individual accounts) and a quarterly review of accounts is performed by the Branch Head to determine all accounts in excess of 60 days old. As an additional control measure, the A/R Supervisor will immediately initiate the process of selecting a random group of transactions for tracing from source documentation to the keyed data in the A/R System. This method will be necessary since the NCAS A/R System does not produce a batch register for preview prior to posting.</p> <p data-bbox="537 1675 1466 1881">b. The Department agrees with the finding that the accounts receivable system is outdated and requires replacement with a system that would provide basic reports, transaction registers, and invoices/collection letters. This system is the State Accounting System's Accounts Receivable Module and is provided by the Office of the State Controller (OSC). With OSC's concurrence DHHS is currently assessing the feasibility of converting all DHHS Accounts Receivable to a commercial</p>



**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>accounts system. However, it should be noted that while some commercial systems would better meet DHHS's basic reporting needs, none of the commercial packages reviewed to date, at any price, can meet all DHHS requirements without custom reports and programming; therefore, should this option be selected it will be necessary for sufficient Information Technology support to be budgeted to assure adequate compliance.</p> <p>Aging of disputed amounts as current is a hardwired part of the NCAS A/R System. The logic behind the System's process is that while DHHS may consider the amount due in the account receivable to be valid, it is not collectable until such time as the dispute has been heard by the appropriate party. Generally this process is accomplished in a reasonable time frame and there is a mechanism in place to require payment of cost settlements prior to dispute resolution and program integrity findings to be paid upon completion of the review process within the Division of Medical Assistance. After one year closed items cycle off the System to a Closed Item Archive which can be accessed by transaction and does not provide any reporting capacity.</p> <p>c. We agree with the finding that the Department doesn't have written policy and procedure to establish an allowance for disputed accounts to reflect the amount that management estimates will be uncollectible. It is the policy of the Department to consider all disputed amounts to be collectible until such time as a resolution is reached. However, at the time this policy was established it was not foreseen that items in dispute would remain in appeal status for the extended periods of time that have been experienced. The Controller's Office will request that DMA management verify the status of all service providers shown as being in disputed status: a) to assist us in determining those accounts that would still be deemed collectable so hearings could be held and collection, if appropriate, pursued; and, b) to determine those accounts that are no longer considered collectable and should be considered for write off. A schedule of disputed accounts will be prepared and provided to DMA management beginning with the Quarter Ending June 30, 2004. Additionally, the Controller's Office will work with DMA to review all disputed accounts at year-end in excess of one year old for a determination of their collectibility and the reason resolution has been delayed.</p> <p>d. Prior to the spring of 2003, DHHS did not have the ability to "write-off" an account and still retain an accounting for the accounts; as required by OSC and DHHS policy. A write-off Division (WO) has been established in the A/R System. With this new Division, it will be possible to transfer accounts to the WO Division while still having access to the information on the accounts and complying with the OSC and DHHS policy of maintaining a permanent record of the accounts.</p> <p>The accounts addressed in the finding are an example of very old</p>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>accounts, which should not be considered very high in terms of collectibility; however, these accounts provide the data from which DHHS manually prepares the submission to the Department of Revenue for the Set Off Debt (SOD) Program. Some funds are recovered each year as a result of participation in the SOD Program.</p> <p>Since the creation of the WO Division, DHHS's plan to transfer all amounts to the WO Division aged greater than one year and on which regular payments are not being made will be implemented immediately. Accounts meeting these criteria will be transferred to WO status by June 30, 2004, and thereafter no less than annually.</p> <p>e. The Department agrees with the finding, however, we are not able to identify the accounts involved in the finding. We will need to review the detail, because all items returned to DMA by claims processing contractor are not bad debt "write off's" of accounts receivable, but also include return of provider debts forwarded by the Controller's Office and the Division for collection by offset from claims payments (these are in the A/R system and are subject to all standard collection activity). In addition the claims processing contractor forwards administrative corrections required to keep the accounts in balance.</p> <p>Upon being provided the detail which identifies the \$566,250, all amounts will be reviewed to determine their status, and all appropriate accounts that meet the criteria will be forwarded to the AG's Office for collection activity. Effective immediately, all future amounts in excess of \$500 from claims processing contractor's accounts receivable will be forwarded to the AG's Office.</p> <p>f. The Department agrees with the finding in that some accounts receivables of other State agencies were not forwarded to the Attorney General's Office (AG) in accordance with established policy; however, DHHS submitted over 40,000 accounts to the AG in the current year. Due to our volume of past due accounts, the AG has authorized DHHS to refer these accounts directly to the contracted collection agency.</p> <p>The noted accounts in question, State Mental Health Hospitals, were in dispute between DMA and Division of Mental Health, Developmental Disabilities, and Substance Abuse Services (DMH) and the AG was representing DMA in the settlement of the dispute. Therefore, since the AG was representing the Division in the resolution of the dispute, they were in fact representing us in the collection of the accounts receivable. The significant majority of amounts to be settled between the State Hospitals and DMA were resolved as of September 30, 2003 with the completion of negotiations between DMH and the Attorney Generals Office (representing DMA). As of December 31, 2003 these accounts have been cleared from the Accounts Receivable balance. A review of all accounts will be completed by June 30, 2004. Accounts not previously</p>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>forwarded to the AG's Office for action will be forwarded.</p> <p>g. The claims processing contractor personnel have been informed that they are subject to the provisions of the DHHS Cash Management Plan and have been provided with a copy of the DHHS Cash Management Plan. We have taken every opportunity to inform claims processing contractor personnel that as a contractor to the State, they must comply with the requirements of the DHHS Cash Management Plan. The Controller's Office will request that the claims processing contractor provide their written policy for the recognition of accounts receivable by June 30, 2004.</p>
03-FS-14 Reportable Condition	<p><u>Improper Access to Computer Systems</u></p> <p>Instances were noted where current and former Division of Public Health employees had improper access to two of the State's computer systems. Improper access to computer systems can result in alteration, unauthorized use, or loss of information. The following exceptions were noted:</p> <p>Fifteen former employees were still listed on the various security reports of the North Carolina Accounting System. Control procedures for terminating access to the North Carolina Accounting System were not followed. The Division supervisors did not inform the security administrator that the former employees no longer needed access to the accounting system.</p> <p>Six employees were listed on the security reports of the North Carolina Accounting System with more access than necessary for their job responsibilities. These employees had inappropriate access to paying entity policy screens and vendor setup and control document entry screens. Individuals with access to these screens can override default policy, add/delete vendors and enter invoices into the accounting system.</p> <p>Twenty of twenty-five employees tested had inquiry/add/change/delete authority for the Health Services Information System when only inquiry or inquiry/add/change was needed.</p> <p>In addition, documentation was not always maintained that authorized the access rights for the Health Services Information System. The "Request for User ID Services" form was not on file for eighteen of twenty-five employees sampled, and one form was not signed by the employee's supervisor.</p> <p>Adequate internal control over computer systems require: a) that former employee access be terminated in a timely manner, b) that user/employee access be limited to levels needed to perform his/her job, and c) that access to information systems be authorized.</p> <p><i>Recommendation:</i> The Division should terminate former employee access to the State computer systems in a timely manner. Division supervisors, or other</p>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>appropriate officials, should inform the system security administrator immediately and in writing of any changes in a user's employment status. The Division should evaluate and strengthen internal control to ensure that access rights are limited to employees on a need-to-use basis. Periodic security access reviews should be conducted to ensure that access is restricted to authorized users. In addition, the Division should ensure that all requests for user access are approved by the employee's supervisor and maintained on file.</p> <p><i>Agency Response:</i> The Department concurs with the finding. The Division of Public Health acknowledges individuals have/had improper access to computer systems. In the future, when an individual assumes a job within the Division of Public Health, experiences responsibility/job changes, or separates from the Division of Public Health, a form/checklist shall be completed by the supervisor with regards to said individual. An item on the form will address access to computer systems and indicate to which system(s) the individual has or requires access. If the individual is separating from the Division, the form will be submitted to the Human Resources Office as a part of the separation packet. If the individual is a new employee or a change of responsibility for an existing employee occurs, the form will also be submitted to the Human Resources Office. In all instances, Human Resources will forward the form to the Security Administrator in order that the individual's level of access to State computer systems may be determined and adjusted based on his/her status with the Division.</p> <p>Effectively immediately, an internal audit of users having access to computer systems will occur in order to assure appropriate individuals have appropriate access. Thereafter, the Division will review on a bi-monthly basis a list of its employees with access to State computer systems and ensure that continued access is necessary for each employee.</p>
03-FS-15	<p>Prior Year Finding <u>Weaknesses in Control Over Physical Inventory of Fixed Assets</u></p> <p>Reportable Condition</p> <p>Reportable Noncompliance</p> <p>Weaknesses were noted in the Division's internal control over physical inventory of fixed assets, which could lead to loss, damage, or theft of equipment. Inaccurate information in the fixed asset system could also result in the misstatement of financial statements.</p> <ul style="list-style-type: none"> <li>The Division's own tracking system revealed that 32 locations failed to turn in annual inventory reports before the June 30, 2003 deadline. Seven of the 32 inventory reports could not be located as of February 2004. Locations that fail to submit inventory information when required prevent the Department from updating fixed asset records with current information.</li> <li>A sample of 25 inventory packets from county and child support enforcement locations was tested and disclosed three errors. These errors include packets sent to the wrong location and packets returned</li> </ul>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

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Type of Finding	Findings and Recommendations
	<p>without the documentation supporting that an inventory had been performed.</p> <ul style="list-style-type: none"> <li>The packet from the Raleigh child support enforcement office was tested to determine if inventory items were adequately safeguarded and tagged. From a sample of 45 items, 12 items that were certified as being inventoried could not be located. Two additional items did not have fixed asset decals displayed.</li> </ul> <p>Title 45 CFR 74.34 requires the recipient to take a physical inventory of equipment and reconcile the results with equipment records at least once every two years. Any differences between quantities determined by the physical inspection and those shown in the accounting records should be investigated to determine the causes of the difference. The recipient is required to maintain a control system to insure adequate safeguards exist to prevent loss, damage, or theft of equipment.</p> <p>The North Carolina Office of the State Controller's physical inventory policy requires an annual physical inventory to be taken to verify that assets recorded in the Fixed Asset System are physically located in an agency. North Carolina Department of Health and Human Services Office of the Controller's inventory procedures require each item at each site to be physically examined annually in order to determine that the asset has been properly tagged and accurately described.</p> <p><i>Recommendation:</i> The Division should ensure that all inventory worksheets are distributed to the appropriate locations and should follow up on missing inventory packets. A fixed asset should be properly tagged and accurately described and its location properly documented.</p> <p><i>Agency Response:</i> The Department agrees with the finding as documented. The Division of Social Services has implemented a tracking system to track the annual inventory sheets. The Division is also in the process of gathering contact information to assist with the follow up needed to prevent this finding in the future. The existing procedures will be modified to include a follow up contact to each location to provide a reminder prior to the deadline. Procedures will also be modified to include contact after the deadline to locate any missing inventory packets.</p> <p>During the time the audit was being completed, the Child Support Office was in the process of transitioning to new equipment as a result of seat management and inventory was in the process of being moved. One of the missing items has been located and Child Support is continuing to attempt to locate the other 12 items. The two items that did not have asset tags (acquisition dates of 1983 &amp; 1999) are scheduled to be surplus and will be removed from the inventory list by the end of the state fiscal year.</p>

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Type of Finding		Findings and Recommendations
03-FS-16	Material Weakness	<p><u><b>Final Cost-Settlements Not Performed</b></u></p> <p>The Division of Medical Assistance has not performed final cost-settlements for Disproportionate Share Hospital (DSH) payments to State-owned and non-state owned hospitals since 1996. The State made payments to hospitals on a prospective basis from 1997-2002 as required by the North Carolina Medicaid State Plan, but did not have controls in place to ensure that timely cost settlements were performed. It is estimated that approximately \$2.5 billion of payments to hospitals have not been cost-settled. The failure to complete the cost settlements means the State does not know whether the payments made by the State exceeded the total costs of providing inpatient and outpatient services to Medicaid and uninsured patients. The Disproportionate Share Hospital program is a program designed to provide additional payments to hospitals that serve a large number of Medicaid recipients and uninsured patients.</p> <p>The State Plan requires that estimated DSH payments not exceed the State aggregate upper payment limit (cost of care). In order to meet this requirement, the State Plan provides that estimated DSH payments will be adjusted or cost settled within 12 months of receipt of the completed cost report. In addition, the State Plan states that hospitals that receive payments in excess of their limits shall promptly refund such overpayments.</p> <p><i>Recommendation:</i> Division management should establish and maintain an internal control system designed to reasonably ensure compliance with federal laws, regulations, and the Medicaid State Plan. Division management should expedite the DSH cost settlements with all hospital providers and should comply with the requirement that cost settlements be performed within twelve months of receipt of completed cost reports.</p> <p><i>Agency Response:</i> There are complicated and technical legal issues involved in this finding that must not be minimized. They include questions such as which cost-to-charge ratios may be used to convert hospital uninsured charges to costs, whether federal law in effect during the periods in question required that non-DSH Medicaid payments be applied to offset unreimbursed costs of serving the uninsured, and what is required by ambiguous Medicaid State Plan language -- issues whose resolution will substantially affect the bottom line of each individual hospital cost settlement.</p> <p>While there are federal law and State plan interpretation issues that remain to be resolved, Division management is confident that there has been no failure to comply with any clear requirement of federal law in the implementation of North Carolina's DSH payment program. And finally and most importantly, the Division has developed and will soon propose amendments to its DSH program to make the payments entirely prospective, thus eliminating the need for cost settlement in the future.</p>
	Material Noncompliance	

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	<p>Division management will continue to work assiduously to resolve these issues, but cannot control or predict the time that will be required for their resolution, since management must await input and work cooperatively with CMS. Because of the substantial dollar amounts at issue, observance of an arbitrary deadline for resolving these issues would not serve the public interest and could adversely affect health care delivery in the State.</p>
03-FS-17	<p data-bbox="310 690 420 743">Material Weakness</p> <p data-bbox="537 690 1464 751"><u>The Division Ceded Control of the DSH and Supplemental Payment Program Which Created a Conflict of Interest</u></p>
	<p data-bbox="310 779 475 831">Material Noncompliance</p> <p data-bbox="537 779 1464 1146">The Division of Medical Assistance management created a conflict of interest when it surrendered administrative and financial control of the Medicaid DSH and Supplemental payment program (a program to compensate hospitals for the higher operating costs incurred in treating a large share of low-income and uninsured patients), also known as the Medicaid Reimbursement Initiative (MRI) program, to the largest Medicaid hospital provider and its legal representative. Since 1997, management allowed Carolinas Medical Center and an attorney representing Carolinas Medical Center and a group of hospital providers to exercise substantial operational control over the MRI program but failed to establish and maintain internal control designed to reasonably ensure the program complied with federal and State laws, regulations, and the Medicaid State Plan.</p> <ul data-bbox="537 1184 1464 1890" style="list-style-type: none"> <li>• The Division allowed Carolinas Medical Center to design, calculate, analyze, and gather the cost data to prepare the payment plan used as the basis for the MRI payments that Carolinas Medical Center, as well as all other hospitals, would receive. The Division failed to verify the accuracy of the data used or the calculations made by Carolinas Medical Center in determining MRI payment amounts and merely accepted the figures as presented by Carolinas Medical Center. As a result, any final DSH payment approval made by the Division of Medical Assistance was merely a formality.</li> <li>• The Division failed to establish processes and procedures to validate the self-reported hospital cost data used to calculate the MRI payments. The Division does not require hospitals to provide it documentation in support of the hospitals' Uncompensated Costs of Care (UCC) amounts. Hospitals are not required to certify the accuracy of these charges.</li> <li>• For the period 1997-2002, Carolinas Medical Center and the legal representative received legal and other administrative fees of \$1.6 million based on a percentage of the total DSH and Supplemental payments paid to all hospitals. The Division allowed Carolinas Medical Center to deduct these unsupported and self-determined legal and administrative fees. Division management knew or should have known the legal and administrative fees were being paid and did not question these fees even</li> </ul>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

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Type of Finding	Findings and Recommendations
	<p>though they were evident on the face of the payment document submitted to and approved for payment by the Medicaid Director. OMB Circular A-87 requires that for costs to be allowable they must be necessary and reasonable for proper and efficient administration of the grant program. The federal portion of the legal and administrative fees paid is \$1 million and is questioned.</p> <ul style="list-style-type: none"> <li>• The Division allowed Carolinas Medical Center and its legal representative to draft State Plan amendment proposals and changes in the North Carolina Administrative code as it related to Medicaid and to help the Division secure approval from the federal Center for Medicare and Medicaid Services of State Plan amendments authorizing supplemental DSH and DRG payments.</li> <li>• Finally, the Division allowed Carolinas Medical Center and its legal representative to perform all of these functions even though the Division had no legal, contractual, or employer-employee relationship with them. In addition, we found little to no evidence that Division personnel monitored Carolinas Medical Center's activities.</li> </ul> <p>The Division made net disbursements of \$1.3 billion through the MRI program for the years 1997-2002, making payments to an average of 121 hospitals during this period. Carolinas Medical Center received a total of \$231 million or 18% of the total. Carolinas Medical Center and five other hospitals represented by the attorney received \$655 million or 48% of the total MRI payments for the years 1997-2002.</p> <p>The Center for Medicare and Medicaid Services' State Medicaid Manual, section 2452, requires the Division of Medical Assistance to operate the Medicaid program in a manner that will prevent the use of public office to further private interests and to prevent private interests from influencing public officials in discharging their duties. Federal regulation 45 CFR 73.735-101 requires the Medicaid program to be operated effectively, objectively, and without improper influence or the appearance of improper influence.</p> <p><i>Recommendation:</i> Departmental records indicate the process of regaining control over the Medicaid DSH and Supplemental payment program began in January 2003 when a DSH oversight team was created and when in June 2003 the payment calculation process began in house and the June payment to hospitals was suspended. The Department should continue its efforts to regain direct and total control over MRI payments to hospitals. The Division should gather all the necessary data used to make the calculations for the payments to the hospitals, should verify the accuracy of that data, and should prepare the MRI payment plan.</p> <p>The Division should comply with the State Medicaid Manual and federal regulations that require that the Medicaid program be operated without</p>



**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

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Type of Finding	Findings and Recommendations
	<p>improper influence or the appearance of improper influence. It should investigate and question any amounts that appear unusual and should require documentation for all expenditures. The Division should include a written conflict of interest policy in the Medicaid State Plan.</p> <p><i>Agency Response:</i> The Division's current management has already taken steps to make sure that the needed controls, including review and reconciliation of hospital cost data and oversight of payment calculations, are being implemented.</p> <p>There is no basis for the report's suggestion that Medicaid providers may not assist the Division in developing State plan language and negotiating with CMS. As such, the Division cannot fairly be criticized for cooperating with, and seeking input from, public safety-net hospitals. These are the very institutions which serve a disproportionate number of low income and uninsured citizens, and that have also provided State match for enhanced Medicaid payments to assure that these reimbursement initiatives achieve their goals.</p>
<p>03-FS-18      Material Weakness</p> <p>Reportable Noncompliance</p>	<p><u>Unreimbursed Uninsured Patient Cost or "Super" DSH Payments Were Made to Ineligible Hospitals</u></p> <p>Management of the Division of Medical Assistance made "super" DSH payments to hospitals that failed to meet the super DSH eligibility criteria of the Medicaid State Plan amendments for fiscal years 1997-2003. The failure by management to ensure compliance with the super DSH criteria contained in the amendments resulted in an estimated overpayment of \$240 million (State funds of \$89 million and federal share of \$151 million) to ineligible hospitals for fiscal years 1997 through 2003. The federal portion of \$151 million is questioned.</p> <p>The State Plan limits super DSH payments to qualified public hospitals. A qualified public hospital, according to the language of the State Plan, is a hospital that, among other things, qualifies for disproportionate share status. The criteria to qualify as a disproportionate share hospital are outlined in paragraph (a) and subparagraphs (a)(1) through (5) of the Medicaid State Plan Attachment 4.19-A, a summary of which is reproduced below. Paragraph (a) and subparagraph (a)(1) are also federal criteria.</p> <p>a. Hospitals that serve a disproportionate share of low-income patients and have a Medicaid inpatient utilization rate of not less than one percent (1%) are eligible to receive rate adjustments.</p> <p>1) The hospital has to have at least two obstetricians with staff privileges at the hospital that have agreed to provide obstetric services to individuals eligible for Medicaid; and</p>

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Type of Finding	Findings and Recommendations
	<p>2) The Medicaid inpatient utilization rate must be at least one standard deviation above the mean Medicaid inpatient utilization rate for all hospitals that receive Medicaid payments; or</p> <p>3) The low income utilization rates exceeds 25%; or</p> <p>4) The indigent care proportion exceeds 20%; or</p> <p>5) The hospital ranks among the top group that accounts for 50% of the total Medicaid patient days provided by hospitals in the State.</p> <p>To be eligible for super DSH payments, a hospital must meet, at a minimum, the criteria contained in paragraph (a) and subparagraph (a)(1) plus the criteria in any one of the subparagraphs (a)(2) through (a)(5). The results of our tests provide numerous instances where management authorized super DSH payments to hospitals that did not meet the State Plan criteria.</p> <p>a. In fiscal year 1997, fourteen hospitals failed to meet the minimum eligibility criteria. These ineligible hospitals received total super DSH payments of \$31.4 million. In addition, two of these hospitals did not satisfy the federal guidelines; one hospital did not certify the obstetrical statement required by paragraph (a)(1), and the other hospital received \$1.3 million without submitting its Disproportionate Share Worksheet that would have determined its qualification for both basic and super DSH payments.</p> <p>b. In fiscal year 1998, thirteen hospitals did not meet the requirements for super DSH payments as stipulated by the State Plan. These ineligible hospitals received total super DSH payments of \$21.2 million. Significant other non-compliance with the State Plan centered on three hospitals. The Division paid one of the hospitals \$613,369 even though the hospital's CEO did not sign the worksheet while another received \$761,668 for submitting a blank worksheet. Also, a hospital revised its worksheet in August 2003 for fiscal year 1998 that made it eligible for super DSH payments by 1/100th of a percent. Despite its CEO's failure to sign any of the eligibility forms, the Division paid the hospital \$338,474.</p> <p>c. In fiscal year 1999, the number of hospitals that failed to meet the eligibility criteria for super DSH payments increased to fifteen. The ineligible payments totaled \$37.1 million. In addition, there were other issues with several hospitals. The Division paid a hospital \$662,654 even though the CEO did not sign the worksheet. Another hospital met the indigent care proportion criteria after revising its worksheet in August 2003 for fiscal year 1999 that changed the care percentage from 16% to 20.5%. However, the CEO of the hospital signed none of the forms submitted, yet the Division paid the hospital \$589,819.</p> <p>d. In fiscal year 2000, fourteen hospitals failed to meet the eligibility criteria</p>

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	<p>contained in the State Plan. The ineligible payments totaled \$39.6 million. There were several other issues related to these fourteen hospitals. The Division paid one hospital \$428,326 even though the CEO did not sign the worksheet. The Division paid another hospital \$688,704 even though it failed to meet the indigent care proportion criteria, even after revising its worksheet in August 2003 for the 2000 fiscal year. The CEO also signed none of the forms submitted by his hospital. Also, a hospital did not complete the worksheet and another did not submit a worksheet. The hospitals received super DSH payments of \$1.1 million and \$1.5 million, respectively.</p> <p>e. In fiscal year 2001, fourteen hospitals did not comply with super DSH eligibility criteria in the State Plan. The Division made super DSH payments totaling \$42.7 million to these ineligible hospitals. These payments were made even though the Division's own personnel documented that eight of the hospitals were "not qualified." In other issues, the CEOs of two hospitals did not sign the worksheets, yet the Division paid these hospitals a combined total of \$3.5 million. Another hospital failed to meet the indigent care proportion criterion even after revising its worksheet in August 2003 for the 2001 fiscal year. The CEO of this hospital also failed to sign any of the forms submitted. The Division made a super DSH payment of \$579,821 to the hospital.</p> <p>f. In fiscal year 2002, our testing of super DSH payments showed that fourteen hospitals did not meet the eligibility criteria stipulated in the State Plan. The ineligible payments totaled \$50.7 million. Additionally, the CEO of one these hospitals did not sign the worksheet, yet the Division paid the hospital \$752,871. Two hospitals failed to complete their worksheets, but the Division paid one of them \$1.2 million and the other \$1.4 million. One hospital submitted a revised worksheet in August 2003 that was punctuated with questionable, potentially erroneous, information that was not resolved. For instance, its low-income utilization rate was 13-15% higher and its indigent care proportion rate was 10-11% higher than those respective rates were for all previous years. Although Division personnel flagged the questionable information as "need backup," there was no evidence indicating that the concerns of Division staff were satisfied. The hospital was paid \$584,898.</p> <p>g. In September 2003 (FY 2003), Division management continued to make super DSH payments to hospitals that did not meet the criteria documented in the State Plan. The Division made \$17.2 million of super DSH payments to twelve ineligible hospitals. Also, one hospital was paid \$4.6 million despite failing to complete the worksheet.</p>

There were other general issues and deficiencies that affected the conditions

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	<p>detailed above:</p> <ul style="list-style-type: none"> <li>• Division management failed to implement a system to adequately validate the self-reported hospital cost data used to determine super DSH eligibility. The Division had custody of the hospital cost reports that supported the worksheets, but there was no evidence that Division personnel reconciled the amounts stated on the worksheets to the cost reports.</li> <li>• Also, Division management could not provide any explanation how it calculated the standard deviation requirement in the State Plan for fiscal years 1997-2001. A review of the standard deviation calculation for fiscal year 2002 showed that it did not include the appropriate data from all hospitals nor was all the cost report data used in the calculation from year 2002.</li> <li>• Most significantly, Division personnel commented on many of the worksheets submitted by the hospitals that the hospitals did not meet the super DSH criteria in the State Plan. Despite their comments, Division management made super DSH payments to ineligible hospitals.</li> </ul> <p><i>Recommendation:</i> Management should ensure compliance with the Medicaid State Plan by developing and implementing a sound internal control system. The control system should be designed to ensure that it safeguards State resources, complies with federal laws and regulations, and requires adequate documentation to support Medicaid disbursements.</p> <p><i>Agency Response:</i> The Division has complied with federal law and has been consistent in its administration of the DSH and Supplemental Payment program.</p> <p>The Department provided the Office of the State Auditor with a memorandum from our legal counsel, Covington &amp; Burling, which clearly establishes that the audit finding is invalid. Since the Auditor knowingly disregards our legal counsel, we reiterate points of that memorandum by offering the following legal analysis:</p> <p><i>The State Plan plainly does not say that to be eligible for super DSH payments, a hospital "must meet, at a minimum, the criteria contained in paragraph (a) and subparagraph (a)(1) plus the criteria in any one of the subparagraphs (a)(2) through (5)," and it is a mistake to interpret the plan language in that way. In many places the State Plan language is, unfortunately, ambiguous and somewhat convoluted, and the true intent of several of its provisions can be understood only when read in the context of, and harmonized, with, the Plan as a whole. What is clear is that the report has misquoted the super DSH eligibility paragraph, paragraph (k), and that their interpretation of the paragraph</i></p>

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## II. Financial Statement Findings

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	<p><i>is misguided and cannot be sustained.</i></p> <p><i>By its literal terms, paragraph (k) authorizes super DSH payments for hospitals that qualify for DSH status “under Subparagraphs (a)(1) through (5) of this Plan.” However, federal law (42 U.S.C. 1396r-4(d)) states generally that no hospital may be treated as a DSH hospital unless the hospital has “at least 2 obstetricians who have staff privileges at the hospital and who have agreed to provide obstetric services to individuals who are entitled to medical assistance for such services under such State plan” and has a Medicaid inpatient utilization rate of at least 1 percent. When read literally, paragraph (k) purports to authorize super DSH payments for hospitals without regard to whether they meet the 1% Medicaid utilization test, which is not described in Subparagraphs (a)(1) through (5). Several other paragraphs of the Plan (paragraphs (j), (m), and (n)) also authorize categories of DSH for hospitals that qualify “under Subparagraphs (a)(1) through (5) of this Plan.” Since a literal reading of paragraph (k) and these other DSH eligibility paragraphs of the Plan would mean that the federally- approved Plan does not comply with federal law, the literal reading cannot be correct.</i></p> <p><i>Paragraph (k) and these other paragraphs make sense, and comply with federal law, when it is recognized that their references to hospitals that qualify under “under Subparagraphs (a)(1) through (5) of this Plan” are intended to be references to hospitals that qualify “under Paragraph (a) and subparagraph (a)(1) of this Plan.” That is because Paragraph (a) contains the minimum 1 percent Medicaid utilization requirement and subparagraph (a)(1) described the two-obstetrician requirement of section 1396r-4(d). If the reference to “Subparagraphs (a)(1) through (5)” in super DSH paragraph (k) is read as a reference to “paragraph (a) and subparagraph (a)(1),” the result is that paragraph (k) does not limit eligibility for super DSH to public hospitals that meet one or more of the requirements of subparagraphs (a)(2) through (5). Instead, super DSH payments are for all non-State public hospitals that satisfy the 1 percent Medicaid utilization and two-obstetrician requirements of section 1396r-4(d) (as repeated in paragraph (a) and subparagraph (a)(1)).</i></p> <p>That is precisely how the Division interpreted the Plan in practice. Under pertinent case law, because the Division’s consistent administrative practice in interpreting its obviously-mistaken literal Plan language is a reasonable interpretation of the Plan language as a whole and because it harmonizes the approved Plan with the requirements of federal law, the Division’s interpretation is entitled to deference. The report’s interpretation (which, the Division acknowledges, is premised in part on erroneous interpretations by some former Division personnel) is mistaken, and the findings regarding super</p>

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	<p>DSH overpayments should be deleted from the audit report.</p> <p>Division management confirms that it has taken steps to assure that internal controls are strengthened and that a system is in place to validate hospitals' self-reported data. The Division does note that despite the documentation lapses described in the report, there is no valid basis for a finding that the Division made DSH payments to ineligible hospitals.</p>
03-FS-19	<p data-bbox="310 709 418 758">Material Weakness</p> <p data-bbox="310 795 475 844">Material Noncompliance</p> <p data-bbox="537 709 1403 737"><u>The Division Made Excessive Medicaid Inpatient Supplemental Payments</u></p> <p>The Division knowingly did not use the most recent inpatient payment data to calculate the Medicaid inpatient cost deficits for the years 2000-2002. The Division's failure to use the most recent, and available, Medicaid inpatient payment data resulted in an inflated statement of the Medicaid inpatient cost deficit, estimated at \$345 million, and an overpayment estimated at \$190 million (State funds of \$71 million and the federal share of \$119 million), for the years 2000 through 2002.</p> <p>The Division makes Medicaid inpatient supplemental payments based on the estimated amount of hospital Medicaid inpatient cost deficits. Medicaid cost deficits are calculated by subtracting the Medicaid inpatient payments received by the hospital from the estimated hospital Medicaid inpatient costs. Medicaid inpatient payment data is obtained from the Division's claims processing contractor and Medicaid inpatient cost data is obtained from hospital Medicare and Medicaid cost reports.</p> <p>For the periods from 2000 through the third quarter of 2002, Division management used the same 1999 Medicaid inpatient cost and payment data as a basis for calculating Medicaid inpatient cost deficits.</p> <p>The 1999 Medicaid inpatient cost and payment data were used to estimate and calculate the Medicaid inpatient cost deficits for 2000, as required by the State Plan. However, because of certain changes in 2000, the Center for Medicare and Medicaid Services extended the due dates for filing the 2000 and 2001 cost reports. As a result, hospital cost reports for 2000 and 2001 were not available to the Division for making Medicaid inpatient cost estimates for 2001 and 2002.</p> <p>Management has offered this occurrence as a reason for not using the most recent cost data to calculate the supplemental payments. However, the necessary inpatient cost data to make up-to-date current calculations for 2001 and 2002 were readily available from the hospitals' "schedule B" forms.</p> <p>Additionally, current EDS paid claims data was available for use in making Medicaid inpatient payment estimates for 2001 and 2002. Contrary to the State Plan, management continued to use 1999 Medicaid inpatient payment data as a basis for calculating Medicaid inpatient cost deficits for 2001 through</p>

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	<p>the third quarter of 2002. Management did not document the reason for choosing 1999 data as a base year to estimate the Medicaid inpatient payments for 2001 through the third quarter of 2002.</p> <p>Management could not explain why current data was not used, but more significantly, could not explain why management knowingly used other data that was flawed, used inconsistent and unreasonable assumptions, permitted errors to occur, and allowed them to persist for two years.</p> <ul style="list-style-type: none"> <li>• The 1999 EDS Medicaid inpatient payment data was flawed. The reason for the error was that EDS included Medicaid inpatient payments for the months of June, July, and August in the report for the fourth quarter of 1999 instead of the months of July, August, and September. This error caused Medicaid inpatient payment data to be understated by approximately \$148 million in 1999.</li> <li>• Simultaneous with using the flawed 1999 EDS Medicaid inpatient payment data, the adverse effect of which rippled through and increased in each succeeding year, management inflated the 1999 inpatient costs used in the calculation of the payments for the periods from 1999 through the third quarter of 2002. Management used “annual inflation factors” that were neither supported by documentation nor tied to any identified price index to adjust the unchanged 1999 inpatient costs upwards. The inflation rates ranged from 3.4% in 2000 to 7.9% in 2002. Also, instead of using the same inflation rate for all hospitals, management used different rates for the hospitals for each respective year without any documented explanation.</li> <li>• Conversely, management did not inflate 1999 Medicaid inpatient payment data. As a result, the calculation of Medicaid inpatient cost deficits for 2000, 2001, and the first three quarters of 2002 were made based on the assumption that Medicaid inpatient costs had increased but that Medicaid inpatient payments to the hospitals had remained the same since 1999. This assumption was incorrect because Medicaid inpatient payments to the hospitals had increased every year as evidenced by reports from EDS and the Division’s annual reports for 1999 through 2002. The Division’s annual reports indicate that from 1999 to 2002, total Medicaid inpatient payments to the hospitals increased 26%, from \$684 million to \$863 million.</li> <li>• A memo dated 7/9/02 from the Chief Financial Officer of Carolinas Medical Center, the State’s largest qualified public hospital, to Division management indicates that management was aware that the use of the 1999 Medicaid inpatient payment data could result in overpayment of Medicaid supplemental payments. The memo reads in part, “Although we all knew using 99 cost deficits for the quarterly’s (sic) posed some risk, the magnitude of the issue is much greater than any of us expected.”</li> </ul>

The failure to use correct and the latest available Medicaid inpatient payment

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Type of Finding	Findings and Recommendations
	<p>data, or at least to inflate the 1999 payment data with a reasonable inflation factor, resulted in overestimates of the hospital Medicaid inpatient cost deficits and excessive Medicaid inpatient supplemental payments to the hospitals. The federal share of the estimated overpayments of \$119 million is questioned.</p> <p>The Medicaid State Plan Amendments require that Medicaid inpatient supplemental payments be derived from costs incurred and payments received for Medicaid services as reported on the most recent cost reports and supplemented by additional financial information available to the Director.</p> <p><i>Recommendation:</i> Management should comply with the State Plan by using the most recent cost and payment data available. Additionally, management should institute an internal control system that ensures compliance with the State Plan. Management should also review and verify all hospital provider data used to calculate Medicaid supplemental payments and perform cost settlements in accordance with the State Plan. Identified overpayments should be requested and collected in a timely manner.</p> <p><i>Agency Response:</i> Division staff informed the auditors that there was a delay in availability of hospital cost reports for 2000 and 2001. The State Plan requires use of the most recent available hospital cost report data supplemented by additional financial information that is available "if and to the extent that the Director concludes that the additional financial information is reliable and relevant." Thus, while some more recent non-cost report data were available, the Division was not required to use them if they were not deemed reliable and did not represent best estimates of trends. In addition, while there were errors in the use of payment data, the results were both over and under-estimates of hospital Medicaid deficits. Moreover, in the aggregate, supplemental payments were well below the upper payment limit established by 42 CFR 447.272 and incorporated by reference in the Plan.</p> <p>The Division has taken steps to implement these recommendations. We have also developed and will propose amendments to the Supplemental Program to make the payments entirely prospective, eliminating the need for cost settlement.</p>
03-FS-20	<p data-bbox="310 1598 428 1650">Reportable Condition</p> <p data-bbox="310 1682 475 1734">Reportable Noncompliance</p> <p data-bbox="537 1598 1390 1623"><u>Medicare Costs Inappropriately Included in Medicaid Cost Determination</u></p> <p data-bbox="537 1661 1468 1898">The Division of Medical Assistance has failed to adjust Medicaid reimbursement payments to nursing facilities to exclude Medicare cost. Nursing facilities are incorrectly including Medicare costs when determining their average daily cost for Medicaid reimbursement. Based on an internal study by the Division on cost reports filed for the years 1998 and 1999, approximately \$31 million of unallowable costs were included in the computation of Medicaid reimbursement payments to nursing facilities. No estimate is available for unallowable costs included in the Medicaid</p>



**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>reimbursement calculation for the years after 1999.</p> <p>Since costs are used to determine average daily cost rates, which are specific to each facility, the exact distribution and amount of over or under payments are not readily determinable.</p> <p>OMB Circular A-87 states that for costs to be allowable under Federal awards, costs must not be included as a cost or used to meet cost sharing or matching requirements of any other Federal award in either the current or a prior period, except as specifically provided by Federal law or regulation.</p> <p><i>Recommendation:</i> Management should design and implement internal control policies and procedures to ensure that Medicare costs are not reimbursed, in whole or in part, by Medicaid payments.</p> <p><i>Agency Response:</i> DMA disagrees with the report's assertion that it has inappropriately included Medicare costs in its determination of average daily rates paid to long-term care Medicaid providers. Medicare costs are recognized and excluded from payments made to such providers when cost settlements are effected annually. This annual cost allocation and settlement process recognizes costs attributable to Medicare patients and excludes them by utilizing patient census and ancillary patient charges information according to payor type, including the Medicare payor type.</p> <p>42 CFR Section 447.253 states that rates paid by the Medicaid agency for long term care services must be determined in accordance with methods and standards specified in an approved state plan.</p>
03-FS-21	<p data-bbox="310 1325 423 1377">Material Weakness</p> <p data-bbox="310 1409 475 1461">Material Noncompliance</p> <p data-bbox="537 1325 1468 1383"><u>Failure to Adjust Interim Payment Rates Used to Calculate Payments to Hospitals</u></p> <p data-bbox="537 1419 1468 1814">The Division of Medical Assistance failed to adjust interim payment rates for hospital outpatient costs as cost data was updated. Although more current data was available, the Division chose to make interim payments to hospitals for the years 2000-2003 using "costs-to-charge" ratios based on fiscal year 1994 Medicare cost report data. The effect is that hospitals have increased charges to Medicaid at a faster rate than their costs have increased, as documented by their cost reports, resulting in overpayments estimated by the Division to be \$57 million for fiscal year 2000 alone. Because the actual costs-to-charge ratios have been decreasing since 1997, a conservative estimate of the total overpayments made to hospitals by the Division for the years 2000 through 2003 is \$228 million. The federal portion of overpayments is approximately \$143 million, while the State's portion is \$85 million. The federal portion is questioned.</p> <p data-bbox="537 1850 1468 1902">Although the costs are required to be cost settled (a process where the hospitals' actual costs are determined based on cost data submitted by them</p>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>and reimbursements are made), the Division has failed to make timely cost settlements, being as late as three years after the end of the hospitals' fiscal year. For example, 1997 cost reports were settled in 2000 and 1998 cost reports were settled in 2001.</p> <p>The State Plan, Attachment 4.19-B indicates that reasonable costs shall be obtained in accordance with the provisions of the Medicare Provider Reimbursement Manual. In Part I, Chapter 24 of this manual, it states that it is policy of the program that each provider's current interim rate of payment approximate as closely as possible the reimbursable cost the provider is currently incurring in furnishing covered services to program beneficiaries; that the program be properly responsive to actual changes in a provider's reimbursable cost; and that the provider's current interim rate be timely adjusted to bring it into line with estimated reimbursable costs for the period. Additionally, the State's Cash Management policy requires that monies due State agencies be promptly billed and collected.</p> <p>The failure to properly adjust interim payment rates made State funds unavailable for other services to the citizens of North Carolina, precluded the State from collecting potential investment income on these funds, and could result in a liability to the federal government.</p> <p><i>Recommendation:</i> The Division should design and implement policies and procedures to timely adjust interim payment rates for hospital outpatient services so that payments approximate as closely as possible the reimbursable costs the provider is currently incurring in furnishing covered services to program beneficiaries. Additionally, the Division should ensure that cost settlement procedures are performed in a timely manner in accordance with requirements in the State Plan.</p> <p><i>Agency Response:</i> The Department has already taken action to adjust interim payment rates in a timely fashion. During the management transition in the last quarter of SFY 2002-03, the cost to charge ratios (CCR) were updated based on the latest filed cost report. Interim settlements for SFYs 1997 – 1999 are being completed and funds are being collected from the hospitals in accordance with the DHHS Cash Management Plan. In addition, settlements for SFYs 2000 through 2002 are being scheduled. It is anticipated that those settlements will be completed during SFY 2004 – 05. The CCRs will be updated once all SFY 2002 cost reports are received. Policies and procedures are being developed to ensure that staff are fully aware of their responsibilities associated with this matter.</p>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

	Type of Finding	Findings and Recommendations
03-FS-22	Material Weakness	<p data-bbox="537 443 948 474"><u>Duties Not Adequately Segregated</u></p> <p data-bbox="537 506 1468 663">The Division's Assistant Director of Financial Operations was responsible for multiple financial and program functions of the Medicaid program. This resulted in one individual having the incompatible duties of approving provider reimbursement rates, settling provider rate disputes, directing the Division's audit section, and reviewing and authorizing cost settlements.</p> <p data-bbox="537 695 1468 842">Improper segregation of duties may allow interim provider reimbursement rates to be set at levels that do not reflect actual provider cost data. Improper rate setting may go undetected when one individual has authority over establishment, review and audit of rates, disputes, and cost settlements which impact financial reporting.</p> <p data-bbox="537 873 1468 999">The Office of the State Controller's internal control standards require adequate segregation of duties to reduce the risk of error, waste, or wrongful acts and the risk that these events will go undetected. This is achieved by ensuring that no one individual controls all key aspects of a transaction or event.</p> <p data-bbox="537 1031 1468 1188"><i>Recommendation:</i> The responsibilities of the Assistant Director of Financial Operations were divided during the last quarter of the fiscal year. Management should continue to evaluate the organizational responsibility for reimbursement processing, rate setting, financial operations, and auditing in an effort to provide adequate segregation of duties.</p> <p data-bbox="537 1220 1468 1398"><i>Agency Response:</i> It is acknowledged that this situation has apparently existed for numerous years, and prior to this administration. The State Auditor's Office had in-depth contact over many years with the Assistant Director for Financial Operations and his management organization. This is, however, the first such finding to be issued by the State Auditor's office for the past 10 years.</p> <p data-bbox="537 1430 1468 1608">The Department recognized in April 2003 that the multiple functions of the Assistant Director of Financial Operations did not have appropriate segregation of accounting duties. In April 2003, the duties of the Assistant Director were split between two newly established Assistant Director positions: (1) the Assistant Director for Budget Management and (2) the Assistant Director for Financial Management.</p> <p data-bbox="537 1640 1468 1887">The Assistant Director (AD) for Budget Management has responsibility for the oversight of the budget, contracting, monitoring of the fiscal agent contract, review of audit appeals for nursing facilities, and agency financial policy and procedures. The Assistant Director (AD) for Financial Management has oversight responsibility for rate-setting, service provider auditing, MMIS, and hospital reimbursements. It should be noted that the DMA Audit Section under the AD for Financial Management does not review any internal administrative activities. Rather, the DMA Audit Section monitors/reviews outside agencies</p>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
03-FS-23	<p data-bbox="537 447 1468 653">funded with Medicaid dollars. Therefore, DHHS does not believe that the organizational placement of auditing and rate-setting functions under the same AD presents a conflict of interest. The DHHS Office of the Internal Auditor (OIA), which reports directly to the DHHS Secretary's Office, has audit responsibilities over DMA administration. The DHHS OIA will review the appeals process and determine if there is an opportunity to relocate that function.</p> <p data-bbox="537 690 1468 747">The Department will continue to assess its operations and organizational structure to ensure that the appropriate segregation of duties exists.</p> <p data-bbox="310 795 1040 827"><u>Claims Payment System Has Weaknesses</u></p> <p data-bbox="310 856 1427 905">Reportable Condition Our tests disclosed several weaknesses with the claims processing system.</p> <p data-bbox="310 942 1078 974"><u>Medical Assistance Payments Not Reconciled</u></p> <p data-bbox="310 942 1468 1209">Reportable Noncompliance The Division failed to reconcile medical assistance payments, which represents the largest expenditure for the Department, to the Medicaid Accounting and Medicaid Management Information System subsystems. The Division's claims processing contractor maintains the Medicaid Management Information System. Additionally, the Program Expenditure Report and Federal Participation Report were not reconciled to the accounting records and subsystems. The failure to reconcile could lead to inaccurate reporting of the funds expended.</p> <p data-bbox="537 1247 899 1278"><u>Claim Payments Made in Error</u></p> <p data-bbox="537 1293 1468 1350">Certain Medicaid claims were processed incorrectly due to incorrect programming, as follows:</p> <ul data-bbox="537 1388 1468 1730" style="list-style-type: none"> <li>• The discharge date is incorrectly included in the calculation of the number of covered days for inpatient claims that qualified for day outlier payments.</li> <li>• Claims with the procedure code 80048, which are paid at the per-unit rate of \$11.08 when billed alone, were paid as procedure code 80053, which are priced at the higher bundled rate of \$11.67 per unit.</li> <li>• The provider specialty type 072 with procedure codes D0220 and D0230 was incorrectly recognized by the system due to a programming error. This error caused the system to default to a generic coding rate, which paid less than the provider should have received.</li> </ul> <p data-bbox="537 1766 1468 1848">These programming errors were confirmed by our testing of individual claims. The sample of 272 Medicaid claims contained seven of such claims. Another seven claims were in error due to other reasons:</p>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<ul style="list-style-type: none"> <li>• One error was due to a claim that was billed twice.</li> <li>• One claim was billed using improper medical coding.</li> <li>• For three claims, there were no medical records or other evidence to indicate that billable services were provided. One claim did not have documentation to support the number of units billed; there were no records submitted by the provider to substantiate services for a second claim; and for the third claim, there was no evidence to support the billing and payment of a Holter Monitor EKG.</li> <li>• Two claims were in error due to violation of Medicaid policy. Medical records indicated that a non-billable service was billed and paid on one claim. For the second claim, review of medical records showed that billed services were provided concurrently. Medicaid policy does not permit the billing of these services that were provided concurrently on one claim.</li> </ul> <p>The 272 Medicaid claims tested totaled \$449,170, of which \$9,350 was made in error. Since likely questioned costs are in excess of \$10,000, the federal share of \$5,874 is questioned. Based on a projection of the statistical estimation sample, the overpayment of Medicaid claims is estimated to be \$117 million from \$6.4 billion in claims paid.</p> <p>OMB Circular A-87 requires allowable costs to be adequately documented and program costs to be necessary and reasonable for proper and efficient administration of the grant program. Federal regulation 42 CFR 431.107 and State Regulation 10 NCAC 26G.0107 require that medical records disclose the extent of services provided to Medicaid recipients. Additionally, the Hospital Provider Manual provides the guidance and formula for computing the day outlier and states that the day of discharge is not to be counted as a day of patient care.</p> <p><i>Recommendation:</i> The Division should evaluate and strengthen internal controls and procedures to ensure the accuracy of the claims payment process. Claim payments by its claims processing contractor should be reconciled to the accounting records and any differences should be investigated. Management should ensure that payment edits and/or audits are working appropriately; that providers are educated on the proper coding and documentation for medical services being provided; and that over or under paid claims are identified and appropriate collection or payment procedures are performed.</p> <p><i>Agency Response:</i> DHHS agrees that claims payments by its claims processing contractor should be reconciled to the accounting records and any differences should be investigated and more fully documented. The Federal Participation Report (FPR) and BD-701 are reconciled through the use of a vendor clearing account, and there is high level reconciliation of the Medicaid</p>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

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Type of Finding	Findings and Recommendations
	<p>Accounting System (MAS) to the BD-701. The Division of Medical Assistance will work with the DHHS Controller's Office to review the reconciliation process and identify options for documenting the BD-701 reconciliation.</p> <p>The Department concurs with the finding concerning the calculation for outlier payments includes the day of discharge. DMA will review the State Plan with EDS and prepare the necessary documentation to ensure that the payment calculation is in compliance with Medicaid reimbursement policy.</p> <p>The Department also agrees that the Division of Medical Assistance should ensure that edits and/or audits are working, service providers are educated on the proper coding and documentation and that over and under-paid claims are identified and paid appropriately. Upon discovery of overpayments, referrals are made to appropriate DMA and EDS staff for corrective action. DMA has taken steps to address these concerns:</p> <ul style="list-style-type: none"> <li>PI wrote a Bulletin article on Payment Accuracy Measurement (PAM) sampling and the need for providers to provide documentation for the claims selected in the PAM Sample (and by default the report's sample). This provider education was transmitted in the March 2004 Medicaid Provider Bulletin and the March 2004 Pharmacy Bulletin. DMA will continue to explore ways to reinforce proper coding and documentation.</li> <li>During 2003, the DMA contract fiscal agent, EDS, performed forty provider education workshops across the state. Billing requirements are emphasized during workshops to instruct providers that through the signature on the claim, the provider is certifying that the services were provided as billed. Through Medicaid Bulletin articles, providers are reminded that documentation is a vital part of the billing process. Documentation, they are told, must support the service and level of service billed. They are told that records must be kept a minimum of five years and made readily available to DMA or it's fiscal agent for review. They are also reminded that their documentation may be subject to Program Integrity review. It should be noted that the provider assumes accountability for documentation of a service. It is the provider's responsibility to document the level of service provided.</li> <li>In the past, only edits created through the Computer Service Request (CSR) process, were subject to testing prior to implementation of the edits. Sign-offs from DMA were required. However, audits were not subject to the same prior review. System audits, now table driven, are subject to this same prior review. Any new audit must have test claims run and DMA must review the results of the test claims before the audit can be implemented. This process ensures that the audit is performing as directed through the memo and policy that initiated the audit.</li> <li>A current project to facilitate a web-based approach to distributing provider</li> </ul>

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Type of Finding	Findings and Recommendations
03-FS-24	<p data-bbox="586 447 1468 596">material will result in every policy being documented and reformatted. These narrative policies are expected to be completed by May 2004. Publication on the web will occur after this date. This work will ensure that all policies published to date will be available for purposes of updating the policy as well as any audit/edit changes that might be needed.</p> <p data-bbox="310 646 1468 701"><u>The Division Lacks Written Policies and Procedures over Implementation, Review and Reconciliation of Rate Changes</u></p> <p data-bbox="310 730 1468 827">Reportable Noncompliance The Division's Rate Setting Section and the Medical Policy Section do not have written internal policies and procedures for setting rates or for implementing, reviewing, and reconciling rate changes.</p> <p data-bbox="537 863 1146 890"><u>Effective Date of Rate Changes Not Clearly Defined</u></p> <p data-bbox="537 909 1468 1304">There are no written policies and procedures to define or determine the effective date for rate changes for procedures and services billed on claims or to determine when a rate change should be applied retroactively. As a result, it appears many claims were paid at rates that should not have been in effect, based on underlying information available to the Division, at the time the service was performed. During our testing of 272 Medicaid claims, we found that rates used to pay 17 claims were changed after the claims were paid. The new rates had an effective date that was before the service dates of the claims reviewed, but were not entered into Medicaid Management Information System until after the service dates. Several of these claims, e.g. inpatient and long-term care claims, will be adjusted and paid the new rate in the form of a cost settlement, which effectively applies the rate retroactively. The other claim types would not be paid the retroactive rate.</p> <p data-bbox="537 1339 1468 1608">To better clarify the problem, we present the following occurrence uncovered during the audit as an example. A dental claim for services on 01/03/2003 was paid at the rate of 4.3465 per unit. However, the rate that should have been in effect in the Medicaid Management Information System on 01/03/2003 was 4.5204. Because this rate was not actually entered into the Medicaid Management Information System until 01/31/2003 and because the claim was filed and paid before this date, the provider was reimbursed at the old 4.3465 rate. Had the provider filed the claim on or after 01/31/2003, the claim would have been paid at the new, and higher, rate.</p> <p data-bbox="537 1644 1130 1671"><u>Controls Over Rate Change Processing Are Weak</u></p> <p data-bbox="537 1690 1468 1808">Both sections send rate change information to EDS, the claims processing contractor. The sections have no written internal policies and procedures for implementing, reviewing, and reconciling rates changes. The following deficiencies, related to the processing of rate changes, were noted:</p> <ul data-bbox="537 1843 1468 1902" style="list-style-type: none"> <li>• There is no reconciliation of the number of rate changes authorized by the Division to the actual number of rate changes processed by EDS to</li> </ul>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>ensure that all authorized rate changes were processed, and that only authorized rate changes were processed.</p> <ul style="list-style-type: none"> <li>• The Division's Rate Setting Section's review of the rate changes submitted via written memo to EDS for processing is four months in arrears.</li> <li>• The Division's Rate Setting Section does not review rate changes that are sent to EDS by tape or disk nor does it have effective procedures in place to ensure the accuracy of data input. Accurate data entry is assumed.</li> <li>• The Division's Medical Policy Section does not review rate changes that are sent by it to EDS. Again, accurate data entry is assumed.</li> </ul> <p><u>Correct Rate Not Always Used</u></p> <p>Another weakness, related to the proper use of rates, had to do with how and what type of rate information is displayed and made available on certain key computer screens used by Division staff. The rate information is not always accurate or complete increasing the risk that inappropriate decisions may be made. We noted several instances where the rate displayed on the screen output and purported as the rate applied to the claim was not in fact the actual rate applied to the claim. Also, there were no indications displayed on these screens that the rates had been changed. Division staff utilizing these screens included the Division's Rate Setting Section and Program Integrity and the Provider Relations Department at EDS.</p> <p>The risk that payments are made at rates which are not consistently applied or that do not comply with the State Medicaid Plan and/or federal regulations increases because of the failure to have written internal policies and procedures and the failure to perform adequate review and reconciliation of rate changes.</p> <p><i>Recommendation:</i> Management should establish and maintain written policies and procedures that govern the implementation of rate changes, including effective date of rate changes, allowances for retroactive application of changes to claim payments, and procedures for reviewing and reconciling rate changes.</p> <p><i>Agency Response:</i> During the last quarter of SFY 2002-03, the new Division of Medical Assistance (DMA) management identified that there was no systematic verification of rate changes. Testing of appropriate payments and payment comparisons is being incorporated into daily operations for the rate setting staff. Staff have been notified through an e-mail on December 31, 2003, as well as through their work plan, that all rate adjustments should be verified within 2 weeks of being sent to the fiscal agent. In January 2003, Secretary Hooker Odom established (via DHHS Directive) a Rate-Setting review Board, which was comprised of the Secretary, Deputy Secretary,</p>



**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

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<p>Assistant Secretary, DHHS General Counsel, DMA Director and DHHS Controller. Also DMA has gone back to June 2003 and validated that all rates submitted on numbered Financial Operations memorandums to the fiscal agent have been appropriately and accurately placed in the MMIS. Further, the fiscal agent, under the auspices of the contract to be awarded shortly, will be required to provide validation to DMA documenting that all rates have been implemented correctly.</p> <p>The Division of Medical Assistance is committed to developing/compiling written policies and procedures. Temporary staff have been hired to better document and codify Medicaid medical policy. As rates are set, supporting documentation is maintained and there is an active effort to pursue proper adjustments in a timely, concise, and well-documented manner. In fact, defined, regimented procedures are a priority for the Rate Section. The Division of Medical Assistance anticipates that development of comprehensive written policies and procedures for rate changes will be completed by no later than June 30, 2005.</p> <p>Several actions have been taken to improve rate-setting. A numbered memorandum (FO04.225) was submitted to EDS on February 12, 2004, which provides for the automatic generation of a rate adjustment report if a rate is put in the system with a prior effective date. Also, there is a rate adjustment request (FO04.159) in place for the adjustment of the dental rates that were highlighted in this audit, and this adjustment is complete. Lastly, there is a system change request (FO03.367) that was submitted to modify the accommodation rate screen so rates do not overlay each other when they apply to the same payment period. This will allow auditors as well as others to see all the rate changes that have occurred.</p>	<p><u>Control Environment Over Certain Fiscal Operations Was Seriously Deficient</u></p> <p>The control environment governing fiscal operations surrounding the DSH and Supplemental payment program at the Division of Medical Assistance for periods before and during the year under audit was seriously deficient. This report has presented many deficiencies, violations of rules and regulations, and weaknesses in internal control. Not only is the quantity of failings noteworthy, but it must also be emphasized that the findings are serious, many constituting material failings with the potential to subject the State to severe financial consequences, such as payback of \$414 million of costs questioned in this report.</p> <p>Certain actions and aspects of the Division's judgment greatly concerned us. We found very troubling the Division's willingness to violate rules and regulations, even when Division management was aware that its actions were prohibited, such as the use of Medicaid inpatient payment data that was flawed, resulting in questioned costs of \$119 million. The failure to place appropriate emphasis on implementing sound internal control policies and</p>
<p>03-FS-25      Material Weakness</p>	

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>procedures as required by federal regulations, in particular the failure to segregate the duties of senior management employees or to scrutinize their relationship with certain hospital providers, contributed significantly to the compliance violations cited in this report. Troubling also was the disregard for legitimate questions raised by staff, such as the failure to follow up on conclusions of the Division's own personnel that certain hospitals were ineligible for DSH payments, contributing to questioned costs of \$151 million.</p> <p>The Department of Health and Human Services has taken steps to correct the control deficiencies. Departmental records indicate the process of regaining control over the Medicaid DSH and Supplemental payment program began in January 2003 when a DSH oversight team was created and when in June 2003 the payment calculation process began in house and the June payment to hospitals was suspended. Departmental records also indicate that in January 2003 a rate setting review board was created to review and approve provider reimbursement rates. The Secretary of Department of Health and Human Services reassigned an employee from her staff to the Division and hired an outside consultant to document the DSH payment processes. However, significant management changes were not made until the last quarter of the audit period.</p> <p><i>Recommendation:</i> While these moves have been beneficial, we believe more is needed.</p> <p>The Department of Health and Human Services is responsible for all levels of management and for the proper administration of the Medicaid program. The Department should hold Division management accountable and must require its employees to follow all guidelines, rules and regulations, and policies. Needed policies and procedures and fiscal and programmatic controls must be formulated and implemented. Line staff at the Division must be reassured that legitimate and proper concerns will be dealt with appropriately and must be encouraged to execute their duties diligently and forthrightly.</p> <p>The Division should have a process in place where risks relevant to achievement of its objectives related to effectiveness and efficiency of operations, compliance with laws and regulations, and financial reporting are identified, assessed, and managed. The Department should monitor the achievement of these objectives. The Department should consider expanding its internal auditing efforts in reviews and audits of the Division's operations.</p> <p>The Division must conduct all business with hospital providers at arms length to ensure the process remains fair and equitable to all participating Medicaid providers.</p> <p>The Division should continue its efforts to regain control of the DSH program, in part, by bringing in house all functions related to the DSH and supplemental payments program.</p>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>The Department of Health and Human Services should, on an on-going basis, review and evaluate the Division to include organizational structure, personnel, management control, programmatic controls, and fiscal controls.</p> <p><i>Agency Response:</i> It is acknowledged that this situation has apparently existed for numerous years, and prior to this administration. The DSH and Supplemental Payment program is one the largest programs in Medicaid - \$2.5B by the Auditor's own statement. It should be noted that this is the first such finding to be issued by the State Auditor's office since the inception of the DSH program.</p> <p>The audit report fails to adequately capture the extensive corrective action that Department management initiated and accomplished during SFY 02-03 and thereafter. That missing information clearly documents that management not only took immediate and decisive action to investigate these problems, but we also undertook documented and measurable activities to improve internal controls, segregate duties, as well as return to DMA the control and operation of the DSH and Supplemental Payment programs. Included in those actions was the expansion of our internal audit staff by two auditors who are dedicated to the audit/review of DMA operations and related compliance activities.</p> <p>As evidenced by the actions outlined in the chart below, both the Department and Division are committed to, and have already engaged in, a review of DMA's organizational structure, personnel, management control, programmatic controls, and fiscal controls. We welcome the participation of the Office of the State Auditor in this process and hope that future concerns are both identified and communicated in a timely manner with DHHS and DMA management.</p> <p>August 2002:</p> <ul style="list-style-type: none"> <li>• DHHS Management sends D. Mosley of DHHS Office of Policy and Planning to Division of Medical Assistance (DMA) to review activities related to CAP-MR/DD Program.</li> <li>• Mosley discovers and informs DHHS Management of DMA's failure to conduct timely cost settlements for Disproportionate Share Hospital (DSH) Program.</li> <li>• Mosley prepares initial estimates of potential costs of settlement.</li> <li>• DHHS Management meets with DMA Management Team to discuss situation and continues investigation into DSH issues.</li> </ul> <p>September 2002:</p> <ul style="list-style-type: none"> <li>• DHHS Management evaluation of DSH Program issues continues with</li> </ul>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	regular reports from Mosley and DMA Management.
	October 2002:
	<ul style="list-style-type: none"> <li>• DHHS Management assigns D. Mosley to DMA full-time effort in assisting DMA Director in reviewing DSH Program and other DMA activities.</li> <li>• DHHS and DMA Management determine importance of an independent review of DSH Program policies and procedures and begins search for appropriate independent consultants.</li> </ul>
	November 2002:
	<ul style="list-style-type: none"> <li>• DMA Management has initial meeting with firm of Tucker-Alan, Inc., to discuss scope of DSH review.</li> </ul>
	December 2002:
	<ul style="list-style-type: none"> <li>• Contract with Tucker-Alan executed 12/05/02, and independent review of DSH Program begins.</li> <li>• DHHS solicits legal counsel from Covington &amp; Burling regarding DSH and Medicaid State Plan.</li> </ul>
	January 2003:
	<ul style="list-style-type: none"> <li>• Secretary Hooker Odom receives letter from Governor Easley dated 01/13/03, instructing the Secretary to take all necessary actions to deal with DSH and any other issues.</li> <li>• Secretary Hooker Odom organizes DHHS Rate-setting Review Board consisting of Secretary, Deputy Secretary, Assistant Secretaries, DHHS General Counsel, DMA Director, and DHHS Controller. Purpose of board to provide oversight over all reimbursement rates set by DMA and other DHHS divisions and build upon expanded knowledge base of the rate-setting processes and procedures within DHHS.</li> <li>• Secretary Hooker Odom establishes DHHS DSH Program Oversight Team consisting of key individuals throughout the Department, including the DHHS Controller and the Director of Budget and Analysis, to provide oversight over the operation of the DSH Program independent of DMA staff and build an expanded knowledge bases of the DSH Program within DHHS</li> <li>• First meeting scheduled for DHHS Rate Setting Review Board was held on 01/28/03.</li> <li>• DHHS Management determines that greater audit oversight of DMA</li> </ul>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>operations and regulatory compliance is both important and necessary, and instructs staff to develop job descriptions, which were completed 01/30/03, for two additional auditors within the DHHS Office of Internal Auditor (OIA) to be devoted to DMA and Medicaid.</p> <ul style="list-style-type: none"> <li>Secretary Hooker Odom responded to Governor Easley by letter dated 01/31/03, setting forth activities within DHHS to begin addressing DSH issues and DMA management.</li> <li>Secretary Hooker Odom and Deputy Secretary Cansler have a phone conversation with J. Wilkerson at CMS concerning the potential of immediate deferral of any future DSH payments by CMS until management issues are addressed. Corrective actions by NCDHHS and DMA were discussed and immediate deferral ultimately avoided.</li> </ul> <p>February 2003:</p> <ul style="list-style-type: none"> <li>DHHS Management met with Tucker-Alan, Inc. consultants on 02/06/03, to hear preliminary findings from their review.</li> <li>Secretary Hooker Odom establishes DHHS DSH Technical Oversight Team to become familiar with DSH rules, regulations and policies in order to provide additional insight/advice to the DSH Oversight Team regarding payment calculations, variables and assumptions used in those calculations.</li> <li>DMA announces the creation of a new DMA management team for DSH Program consisting of K. Faye (previously in DHHS Division of Budget and Analysis), D. Mosley and M. Sanford to develop internal expertise in DSH Program operations, computations and compliance.</li> <li>Deputy Director of DMA, D. Lyon, announces her separation from DMA to accept a position in the Office of State Budget and Management (OSBM).</li> <li>Assistant Director for Financial Operations, A. Gambill, announces his retirement to be effective March 31, 2003.</li> <li>DHHS Rate-setting Review Board holds regular monthly meeting on 02/24/03.</li> <li>First meeting scheduled for DHHS DSH Program Oversight Team was held on 02/26/03.</li> <li>DHHS OIA positions to be dedicated to DMA and Medicaid were posted on 02/26/03.</li> <li>DHHS DSH Oversight Team holds initial meeting on 02/26/03, and</li> </ul>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>receives DSH Program Report from Tucker-Alan, Inc., dated 02/26/03.</p> <ul style="list-style-type: none"> <li>Secretary Hooker Odom directs Deputy Secretary Cansler to work closely with DMA Financial Team to verify development of necessary financial controls.</li> </ul> <p>March 2003:</p> <ul style="list-style-type: none"> <li>DHHS Management assigns G. Brogden, past Assistant Director of DHHS Division of Budget and Analysis and member of the Office of Policy and Planning, to DMA to begin transition process prior to retirement of Assistant Director for Financial Operations.</li> <li>Final quarterly DSH payment computed by hospital group made on 03/28/03, after review by new DMA DSH management team and DHHS consultants.</li> <li>DHHS Rate-setting Review Board meets on 03/24/03</li> <li>Assistant Director for Financial Operations, A. Gambill, retires on 03/31/03.</li> </ul> <p>April 2003:</p> <ul style="list-style-type: none"> <li>G. Brogden appointed acting Assistant Director for Financial Operations on 04/01/03.</li> <li>First of numerous conference calls held with Washington, DC law firm of Covington &amp; Burling to discuss DSH and Supplemental Payment issues.</li> <li>DMA staff met with CMS in Atlanta to discuss DSH issues. DMA's presentations in Atlanta addressed CMS' concerns about the DSH payment model – and thus avoided a potential deferral of federal funds.</li> <li>DHHS DSH Program Oversight Team holds meeting on 04/09/03.</li> <li>Two DHHS OIA positions dedicated to DMA and Medicaid filled on 04/10/03 and 04/21/03.</li> <li>Restructuring of DMA Financial Operations proposed on 04/09/03, to divide responsibilities between Assistant Director for Budget Management and Assistant Director for Financial Management.</li> <li>Deputy Secretary holds meeting to discuss plans for restructuring the responsibilities of DMA Financial Operations on 04/16/03, resulting in improved segregation of duties in DMA financial areas.</li> </ul>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<ul style="list-style-type: none"> <li>G. Brogden named acting Assistant Director for Budget Management and D. Mosley named acting Assistant Director for Financial Management.</li> <li>Deputy Secretary Cansler begins weekly meetings with new DMA financial management team.</li> <li>DHHS Rate-setting Review Board meets on 04/24/03</li> <li>N. Yeager, Director of DMA, discusses her plans for retirement on 04/24/03, to be effective 05/31/03.</li> </ul>
	May 2003:
	<ul style="list-style-type: none"> <li>G. Fuquay, DHHS Controller, moves to DMA for transition process to prepare for DMA Director retirement.</li> <li>DHHS DSH Program Oversight Team holds meeting on 05/06/03.</li> <li>G. Fuquay named acting Director for DMA, effective 05/31/03.</li> <li>DHHS Management begins weekly meetings with G. Fuquay to monitor DMA issues and provide assistance in proceeding with needed DMA management structure planning and changes.</li> <li>DHHS Rate-setting Review Board meets on 05/23/03.</li> <li>N. Yeager, Director of DMA, retires on 05/31/03.</li> </ul>
	June 2003:
	<ul style="list-style-type: none"> <li>Normal quarterly DSH payments to hospitals postponed as DHHS and DMA Management continue to build internal expertise for operation of DSH Program and to perform required computations and allocations, and to solidify internal control of DSH Program.</li> <li>G. Fuquay, acting Director of DMA, names new DMA Audit Chief on 06/03/03.</li> <li>DHHS Rate-setting Review Boards meets on 06/23/03.</li> <li>G. Fuquay, acting Director of DMA, names new DMA Rate-setting Chief on 06/30/03.</li> <li>Gary Fuquay, acting Director of DMA, begins weekly meetings (now, monthly) with DHHS Office of Internal Auditor and DHHS Office of Policy and Planning to garner the Department's perspective of organizational</li> </ul>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>improvements, process and procedures changes needed.</p> <p>August 2003:</p> <ul style="list-style-type: none"> <li>DHHS and DMA Management meet with CMS officials to discuss DSH settlement for SFY 97. DHHS presented legal position papers in support of the State's intent and practice, thereby reducing a potential payback to CMS.</li> <li>Management receives memorandum dated 08/03/03 from legal counsel regarding DSH.</li> </ul> <p>September 2003:</p> <ul style="list-style-type: none"> <li>DHHS makes DSH and Supplemental Payments for April 2003 – September 2003. DHHS takes back the entire DSH and Supplemental calculation and verification process. More timely cost information utilized.</li> </ul> <p>November 2003:</p> <ul style="list-style-type: none"> <li>On 11/05/03, DHHS and DMA Management traveled to Baltimore, MD, to meet with CMA officials regarding the 1997 DSH settlement issues. CMS requested that the years of 1997-2002 be addressed collectively. DHHS committed to development of NC's approach to settlement for transmission to CMS by 01/15/04 for 1997-2002.</li> </ul> <p>December 2003:</p> <ul style="list-style-type: none"> <li>Upon notification of concerns raised by the NC Office of State Auditor and subsequent discussions with Atlanta CMS official, DHHS Management notified the NC Hospital Association (NCHA) that future DSH payments would be made directly to the 41 Qualified Public Hospitals (QPH) and not through the escrow agent.</li> </ul> <p>January 2004:</p> <ul style="list-style-type: none"> <li>Secretary Hooker Odom announces appointment of G. Fuquay as the permanent director for DMA on 01/06/04.</li> <li>On 01/15/04, DHHS sends NC's DSH settlement approach to CMS for FY's 1997-2002. A subsequent revision was sent to CMS on 01/29/04. As of this date, we are awaiting CMS' return response.</li> <li>M. Benton, past Assistant Director for Budget and Planning, DHHS Division of Facility Services, appointed as Deputy Director over Budget and Finance, to improve oversight and enhance internal controls, policies and procedures.</li> </ul>



**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
03-FS-26	<p data-bbox="310 600 427 653">Reportable Condition</p> <p data-bbox="537 447 683 472">March 2004:</p> <ul data-bbox="537 495 1468 552" style="list-style-type: none"> <li>• SPA to be submitted prior to 03/31/04 to eliminate ambiguity, codify intent and practice, and move to prospective payment.</li> </ul> <p data-bbox="537 600 1000 632"><u>Improper Access to Computer Systems</u></p> <p data-bbox="537 667 1468 785">Instances were noted where former Division of Vocational Rehabilitation employees had improper access to the State's North Carolina Accounting System. Six former employees were still listed on the various security reports of the North Carolina Accounting System.</p> <p data-bbox="537 821 1468 968">Control procedures for terminating access to the North Carolina Accounting System were not followed. Division supervisors did not inform the security administrator that the former employees were no longer authorized access to the accounting system. Improper access to computer systems can result in alteration, unauthorized use, or loss of information.</p> <p data-bbox="537 1003 1468 1184"><i>Recommendation:</i> The Division should terminate former employees' access to the State computer systems in a timely manner. Division supervisors, or other appropriate officials, should inform the system security administrator immediately and in writing of any changes in a user's employment status. Periodic security access reviews should be conducted to ensure that access is restricted to authorized users.</p> <p data-bbox="537 1220 1468 1457"><i>Agency Response:</i> The Department concurs with the finding. It is the practice of the Division of Vocational Rehabilitation Services to immediately terminate access to the State computer systems access by revoking the Resource Access Control Facilitator (RACF) ID the same date as an employee leaves. The Division felt that this action protected our data resources and also conformed to Departmental Policy. However, based on the findings and recommendations of the State Auditor we have initiated the following corrective action:</p> <ol data-bbox="537 1493 1468 1860" style="list-style-type: none"> <li>1. All requests for access to the North Carolina Accounting System (NCAS) must be approved by the Division Budget Office.</li> <li>2. As employees terminate employment with the division, the respective manager will directly notify the Division Budget Officer to terminate access to NCAS effective with the termination date. This action will be in addition to the revocation of the RACF ID.</li> <li>3. The Division Budget Office has obtained access to an on demand report identifying all Division employees with access to NCAS. This report will be generated monthly and compared to the active employee roster to ensure appropriate access revocation for terminated employees.</li> </ol>

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
03-FS-27      Reportable Noncompliance	<p data-bbox="537 474 1078 506"><u>Basic Support Claims Were Not Properly Paid</u></p> <p data-bbox="537 537 1469 751">There were weaknesses in the Division's controls over the payment of basic support claims in the Rehabilitation Services – Vocational Rehabilitation Grants to States program. There were ten outpatient claims, in an examination of 210 client files, which were paid using an incorrect methodology, resulting in an overpayment of \$236. Lab fees paid hospitals were not priced correctly. Because likely questioned costs for all claims exceed \$10,000, we are questioning the federal share of \$186.</p> <p data-bbox="537 783 1469 905">Section 1-11 of the Division of Vocational Rehabilitation internal policies manual requires that invoices for inpatient and outpatient hospital services be paid at the Medicaid rate. The Medicaid State Plan and the Hospital Manual define the correct methodology for the payment of lab fees.</p> <p data-bbox="537 936 1469 1089"><i>Recommendation:</i> The Division should strengthen internal controls to ensure that all invoices are properly processed and paid. Rates for inpatient and outpatient hospital services should be properly incorporated into the Division's payment procedures. The Division should determine the total impact of the overpayments and require reimbursement from providers.</p> <p data-bbox="537 1121 1469 1365"><i>Agency Response:</i> The Department concurs with the finding. The Division will request a joint meeting of the Division of Medical Assistance (DMA) Rate Setting Staff, Department Health and Human Services Controller staff and Division Budget Office staff to review all medical payment requirements and procedures and establish communications leading to greater checks and balances to ensure that the Division fully complies with DMA medical payment process. The Division will work with the DHHS Controller's staff to collect any overpayments.</p>

**EMPLOYMENT SECURITY COMMISSION****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding		Findings and Recommendations
03-FS-28	Prior Year Finding	<p><u>Significant Weaknesses Over Information Systems General Controls</u></p> <p>The Employment Security Commission did not always follow its procedures to ensure that proper access rights were given to new hire employees and that access rights were deleted timely for separated employees. Improper access to computer systems can result in alteration, unauthorized use, or loss of information. Our tests revealed the following conditions.</p> <ul style="list-style-type: none"> <li>Two of the forty-five new employees tested had inappropriate access for their positions.</li> <li>Six of forty-five separated employees' access rights to the computer system were not revoked immediately upon separation or determination that they would not return to work within ninety days as prescribed by the Commission's <i>Internal Security Handbook</i>.</li> <li>Seventeen employees' access identifications had not been deleted after more than six months of non-use as required by Commission policy.</li> </ul> <p>In addition, the <i>Internal Security Handbook</i>, Chapter 5, issued to all employees is outdated and needs revision. The electronic form and transmission method for access to and revocation from the information systems described in this chapter are no longer required.</p> <p><i>Recommendation:</i> The Commission should evaluate and strengthen its security procedures to ensure access is limited to employees on a need-to-use basis. Access rights for terminated employees should be revoked immediately and periodic reviews should be conducted to ensure that access is restricted to authorized users and that user ID's that have not been used within six months are deleted. Also, the <i>Internal Security Handbook</i>, Chapter 5 should be updated to reflect current procedures.</p> <p><i>Agency Response:</i> The responsibility for system access is shared by the supervisor of the unit in which the employee works, Human Resources, and the Information Systems Help Desk. In addition, the instructions have been amended without republication of a complete procedure. Successful control of system access depends on each party acting in a timely manner. The high volume of claims resulted in an increase of temporary staff to support extended benefit programs; staff turnover resulted in increased numbers of access authorization requests and internal turnover may have delayed timely review of separated employee user IDs in some cases. In some cases, management asked us to give access to individuals for added support. In these cases they asked us to leave the access in place longer than the six months time frame.</p> <p>In late 2003, the Commission began efforts to update and formalize its Information Systems Security Policies, Standards and Procedures. An</p>

**EMPLOYMENT AND SECURITY COMMISSION (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
03-FS-29 Reportable Condition  Reportable Noncompliance	<p>Information Security Program charter and the policy and standard describing the structure of the program have been developed and approved by executive management. As part of this effort, the instructions relating to security which reside in various bulletins, manuals, handbooks, forms and associated instructions, work unit procedures, web pages and ISO9000 management system have been identified. The content is being reviewed, updated and circulated for comment prior to publication. Those sections relating to granting and revoking system access will be incorporated in the Intranet based Integrated Management System which is accessible by all employees and will facilitate keeping the information and instructions current.</p> <p>The revised and accessible procedures should help to alleviate these issues. Having these procedures will facilitate our ability to maintain and update them for currency and for staff and managers to reference them.</p> <p><u>Bank Reconciliations not Performed Timely or With Unresolved Items</u></p> <p>The bank reconciliations for the Claims and Benefits Account were not completed timely. The monthly reconciliations for the audit period were not made available to us prior to the completion of the financial statement audit fieldwork. The North Carolina Administrative Code requires each entity to reconcile its disbursing account within fifteen days of receipt of the statement from the State Treasurer.</p> <p>Our testing of the Administrative Disbursing Account disclosed an unreconciled amount that ranged from \$29,735 to \$30,772 during the entire audit period. Further, there was no evidence of supervisory review for eight months. In addition, there were no formal policies addressing prompt resolution of outstanding reconciling items. These conditions increase the risk of unrecorded transactions and transactions recorded in error.</p> <p><i>Recommendation:</i> The Commission should strengthen internal controls to ensure that bank reconciliations are completed timely, all reconciliations are performed, and appropriate review and approval is documented.</p> <p><i>Agency Response:</i></p> <p>Claims and Benefit Account: When the State Treasurer converted this account to the positive paycheck clearing process, ESC did not identify a necessary change to our bank reconciliation program. The result was erroneous month end figures that could not be reconciled. Because we did not know the automated program was producing erroneous figures, a great deal of time was spent analyzing irreconcilable figures. We eventually went to a daily bank reconciliation process which identified the problem at the end of a month. A new process is now in place and operating correctly</p> <p>Administrative Disbursing Account: This account encountered an initial small</p>

**EMPLOYMENT AND SECURITY COMMISSION (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>discrepancy and then a series of very small discrepancies for a long period of time afterward. Because of the more serious problem in the claims and benefit account, this received limited attention until that issue was resolved. However, the account was analyzed each month and the Supervisor of Accounting and Reporting was apprised of the situation each month. There is now a team working to resolve the problem.</p> <p>The Commission will insure all bank reconciliations are performed timely and continue to strengthen our internal controls.</p>
03-FS-30	<p><u>Prior Year Finding</u>    <u>Insufficient Documentation to Determine Claimant Eligibility</u></p> <p>Material Weakness</p> <p>Material Noncompliance</p> <p>Our test of the files for ninety claimants receiving Unemployment Insurance (UI) benefits revealed thirty that did not contain the required documentation or contained incomplete forms. Six of the thirty cases contained multiple deficiencies. These errors were primarily due to the local Employment Security Commission (ESC) offices' failure to produce the required eligibility documentation. Also, the Central Office did not maintain all electronic records for benefit claims for attached workers. The results of our testwork are as follows:</p> <ul style="list-style-type: none"> <li>Seventeen of the claimants lacked the required Form 506E (<i>Work Search Record</i>). This form is a record kept by the claimants of their job searches. The claimant is required to turn in the Work Search Record when he/she reports to the local office for the continuation of UI benefits. Because likely questioned costs exceed \$10,000, we are questioning the known costs of \$3,345</li> <li>Thirteen of the claimants lacked a properly signed form NCUI 500 (<i>New Initial Intrastate Claim for Benefits</i>). This form is used to document initial claimant eligibility. Of these, two local ESC offices were unable to locate two claimants' files. Because likely questioned costs exceed \$10,000, we are questioning the known costs of \$1,469.</li> <li>Six of the claimants lacked the required Form NCUI 501 (<i>Benefit Claim for Attached Worker</i>). This form certifies that the worker is still attached to the employers' payroll during the week and that he/she worked less than 60% of normal work hours. Because likely questioned costs exceed \$10,000, we are questioning the known costs of \$1,477.</li> </ul> <p>The Employment Security Law 96-13(a)(1) and Employment Security Commission Regulation 10.12(A) require claimants to register for work and report to the employment office, as directed, at regular intervals. The claimants' status must be reviewed at each reporting for continuing eligibility. Additionally, the signatures of both the claimant and the claimstaker are required by Section 3.5 of the Commission's <i>Local Office Claims Manual</i> to</p>

**EMPLOYMENT AND SECURITY COMMISSION (continued)****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>certify that the claimant has met the registration for work requirements and that the local ESC representative has explained the eligibility requirements.</p> <p><i>Recommendation:</i> The Commission should ensure that the local offices are placing adequate emphasis on signing, maintaining and documenting the work registration and the continuation of Unemployment Insurance benefits. All forms should be properly completed and maintained in accordance with the <i>Local Office Claims Manual</i>, Employment Security Law, and ESC regulations. The Commission should also ensure that documentation in electronic form be retained for audit.</p> <p><i>Agency Response:</i> The Employment Security Commission will take steps to ensure that all local offices maintain appropriate documentation of work registration and the continuation of Unemployment Insurance benefits, including appropriate signatures. Local offices will be reminded that all forms must be completed and maintained in accordance with the Local Office Claims Manual, Employment Security Law, and ESC regulations.</p>

## DEPARTMENT OF CRIME CONTROL AND PUBLIC SAFETY

## II. Financial Statement Findings

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
03-FS-31 Reportable Condition  Reportable Noncompliance	<p data-bbox="537 443 1273 474"><u>Schedule of Expenditures of Federal Awards Contained Errors</u></p> <p data-bbox="537 506 1468 716">Controls were not in place to ensure that the Schedule of Expenditures of Federal Awards (SEFA) was prepared in accordance with federal requirements. The OMB Circular A-133 requires that the SEFA provide total federal awards expended for each individual federal program. The selection of major programs for the State's Single Audit is based in part on the amounts recorded on the SEFA, and the errors found caused the statewide selection of major programs to be revised. The errors found are described below.</p> <ul data-bbox="537 751 1468 1031" style="list-style-type: none"> <li data-bbox="537 751 1468 936">• The expenditures for the Cooperating Technical Partners Initiative Grant, the Acquisition/Elevation Supplemental Grant, and the Floyd Supplemental Grant were erroneously included with the Hazard Mitigation Grant expenditures on the SEFA. As a result, the Hazard Mitigation Grant expenditures were overstated by \$21,317,645 and the other federal programs were understated by that amount.</li> <li data-bbox="537 968 1468 1031">• The Hazard Mitigation Grant expenditures were understated by \$284,941 as a result of coding errors.</li> </ul> <p data-bbox="537 1062 1468 1125">The Department corrected these errors and submitted a revised SEFA to the Office of State Controller in November 2003.</p> <p data-bbox="537 1157 1468 1398">In addition, the Department's method of identifying expenditures to be reported on the SEFA did not comply with the requirements of OMB Circular A-133. When reporting expenditures on the SEFA, the Department reported the amount of federal funds received in the general fund, rather than reporting the actual outlays of federal funds. The OMB Circular A-133 states that the determination of when an award is expended should be based on when the activity related to the award occurs, such as when the expenditure takes place.</p> <p data-bbox="537 1430 1468 1493"><i>Recommendation:</i> The Department should strengthen procedures to ensure that the SEFA is prepared in accordance with federal requirements.</p> <p data-bbox="537 1524 1468 1587"><i>Agency Response:</i> The Department agrees with this finding and will strengthen procedures to ensure that future SEFA reports are accurate.</p> <p data-bbox="537 1619 1468 1799">To guard against future errors in the SEFA, procedures will be implemented to require independent double-checking of calculations and reported amounts prior to submitting the report. Procedures will also be revised to ensure that the methodology for determining the reported amounts of actual outlays of federal funds is in compliance with the requirements of OMB Circular A-133. This action will be completed by May 31, 2004.</p>

**NORTH CAROLINA TEACHERS' AND STATE EMPLOYEES' COMPREHENSIVE MAJOR MEDICAL PLAN****II. Financial Statement Findings**

For the Fiscal Year Ended June 30, 2003

Type of Finding		Findings and Recommendations
03-FS-32	Prior Year Finding	<u>Inadequate Controls Over the Processing Of Financial Transactions</u>
	Material Weakness	<p>The Plan's accounting procedures and internal control system are inadequate to effectively process the Plan's financial activity. The Plan processes in excess of \$1.3 billion in transactions annually. The failure to establish and implement an effective internal control system and follow reliable accounting practices increases the risk of loss of critical accounting data and the risk of misappropriation of funds. The results of our tests uncovered many errors and omissions as follows:</p> <ul style="list-style-type: none"> <li>• The Plan failed to reconcile material accounts to the year-end financial statement balances and reconcile general ledger balances to the monthly summary spreadsheets provided by the Plan's Claims Processing Contractor. The Plan was unable to explain significant variances in the balances for eight year-end financial statement accounts.</li> <li>• The Plan's financial statements contained two reporting errors and the Health Choice financial statements contained a material reporting error caused by the failure to reverse a prior year audit adjustment.</li> <li>• Many expenditure vouchers tested were not adequately supported, reviewed or approved by an authorized official, or cancelled or defaced to prevent duplicate payment.</li> <li>• Many of the deposit journal vouchers tested were not reviewed or approved by an authorized official, were not adequately supported and missing basic information such as date reported in the general ledger, debit and credit totals and proper transaction descriptions.</li> <li>• Sixteen of the 28 deposit journal vouchers tested were not recorded in the general ledger in a timely manner, some as late as 20 days.</li> </ul> <p><i>Recommendation:</i> Management should review and revise its internal control policies and procedures for the processing of financial transactions. Accounts should be reconciled to year-end financial statement balances and supporting subsidiary worksheets. Invoices should be paid in a timely manner, properly supported, and reviewed and approved by authorized officials. Documentation should be cancelled or defaced to prevent duplicate payment. The Plan should ensure that deposit voucher transactions are promptly recorded in the general ledger, properly supported, and reviewed and approved by authorized officials.</p> <p><i>Agency Response:</i> The Plan is currently working to revise the Policy and Procedures Manual for the Accounting Section of this office. In the manual we have addressed the findings of the State Auditor's Office.</p> <p>The Plan will reconcile all material accounts to the year-end financial</p>



## NORTH CAROLINA TEACHERS' AND STATE EMPLOYEES' COMPREHENSIVE MAJOR MEDICAL PLAN (continued)

### II. Financial Statement Findings

For the Fiscal Year Ended June 30, 2003

Type of Finding	Findings and Recommendations
	<p>statement balances and reconcile general ledger balances to the monthly summary spreadsheets provided by BCBS. This will be available to the State Auditor's office when they are working on the audit of the Plan.</p> <p>The reporting errors are due to the fact that the entries were entered into the system the prior year so that they would automatically reverse themselves. Evidently the system did not reverse them as it should have. It is the Plan's belief after speaking with the Controller's Office that DHHS should have made any entries for the CHIP Program.</p> <p>It is now the policy of the Plan to provide copies of all contracts with any invoice paid. There is a procedure in place whereby each invoice is reviewed and approved by an authorized official. It is also our policy to ensure that all invoices are stamped paid so as to prevent duplicate payment. There is also another mechanism in place to ensure that no invoice is paid twice. The NCAS system will let us know if an invoice number has already been paid. If the Plan receives this message when entering an invoice it is our policy to investigate when it was paid and the amount. The vendor will then be notified that they invoiced us previously and that we will not pay this second invoice.</p> <p>Currently all Journal Vouchers are reviewed prior to the Accounting Technician entering them into the system. The form is currently being filled out completely. In the past it was left blank on prior entry forms since these were two sided entries which must equal and the total was the same for both debit and credit. Descriptions are now being entered into NCAS with all Journal Entries.</p> <p>It was the practice of the Plan to enter the Journal Entries after all reports were received from BCBS. The entries were made towards the end of the month since reports were not available on line until the last week of the month. This allowed the Plan to reconcile what was entered into the Cash Management System with what BCBS reported on their Daily Cash Report. Since there were only two to three entries a day it was felt that it was more cost effective to only enter Journal Entries on a weekly or monthly basis. Our policy has changed to meet the requirements of the State Auditor to enter the Journal Entries within two to three days after entering them into the Cash Management System.</p> <p>In summary, with the revision of the Policy and Procedure Manual we have incorporated the recommendation of the State Auditor's Office.</p>

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS****III. Federal Award Findings and Questioned Costs**

For the Fiscal Year Ended June 30, 2003

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The following findings, recommendations, and questioned costs are the results of the single audit of the State of North Carolina for the fiscal year ended June 30, 2003. Each finding is referenced with a two-digit number representing the fiscal year audited, a "SA" to indicate that it is a single audit finding, and a sequential number. The findings are presented by federal program and are classified according to federal and state department, type of compliance requirement, category of internal control weakness, and category of noncompliance. Findings reported in the Financial Statement Findings Section that affected a major federal program are included, by reference, in this section. Findings included in this section are generally related to major programs but also include one finding related to a nonmajor program. OMB Circular A-133 requires that the auditor report an audit finding in the Schedule of Findings and Questioned Costs when known questioned costs related to a nonmajor program are greater than \$10,000.

Category of Internal Control Weakness

If the finding represents a weakness in internal control, one of the following designations will appear:

- **Reportable Condition** - A matter coming to the auditor's attention relating to significant deficiencies in the design or operation of the internal control in relation to a type of compliance requirement for a major program or an audit objective identified in the compliance supplement that, in the auditor's judgment, could adversely affect the State's ability to administer a major federal program in accordance with the applicable requirements of laws, regulations, contracts, and grants.
- **Material Weakness** - A material weakness in internal control over compliance is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a type of compliance requirement for a major program or an audit objective identified in the compliance supplement may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Category of Noncompliance Findings

If the finding represents an instance of noncompliance, one of the following designations will appear:

- **Material Noncompliance** - A finding related to a major federal program which discusses conditions representing noncompliance with federal laws, regulations, contracts, or grants, the effects of which have a material effect in relation to a type of compliance requirement or audit objective identified in *OMB Circular A-133 Compliance Supplement*.
- **Questioned Cost Finding** - A finding which discusses known or likely questioned costs that are greater than \$10,000 for a type of compliance requirement, unless the conditions giving rise to the questioned costs are otherwise reported as a material noncompliance finding.

**10.550 FOOD DONATION****III. Federal Award Findings and Questioned Costs**

U. S. Department of Agriculture

N. C. Department of Agriculture and Consumer Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-1	Subrecipient <u>Monitoring:</u>  Material Weakness  Material Noncompliance	<p><u>Inadequate Monitoring of Subrecipient Audit Reports</u></p> <p>The Department of Agriculture and Consumer Services' Food Distribution Division (the Division) did not track the receipt of subrecipient audit reports or review reports to identify audit findings applicable to the Food Donation Program. OMB Circular A-133 requires pass-through entities to ensure that subrecipients meet prescribed audit requirements, issue management decisions on audit findings within six months after receipt of a subrecipient's audit report, and ensure that subrecipients take timely and appropriate corrective action on audit findings.</p> <p>The Division's subrecipient grant award documents for the Food Donation Program require subrecipients to submit audit reports. However, Division staff were unaware of their responsibilities regarding the reports, and consequently, audit reports received were discarded and no record of which subrecipients submitted reports was maintained.</p> <p><i>Recommendation:</i> We recommend that the Division develop and implement procedures to comply with OMB Circular A-133 requirements regarding subrecipient audit reports.</p> <p><i>Agency Response:</i> We concur with the audit finding. We were aware of the requirement for the subrecipients to submit audit reports but were not adequately following up to ensure compliance with OMB Circular A-133. We will implement procedures to comply with the requirements of OMB Circular A-133 regarding subrecipient audit reports.</p>

**10.557 SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN, INFANTS, AND CHILDREN****III. Federal Award Findings and Questioned Costs**

U. S. Department of Agriculture

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-2	Special Tests and <u>Provisions:</u>  Reportable Condition	<u>Improper Access to Computer Systems</u>  Instances were noted where current and former Division of Public Health employees had improper access to two of the State's computer systems. See finding 03-FS-14 for a description.

**10.561 STATE ADMINISTRATIVE MATCHING GRANTS FOR FOOD STAMP PROGRAM****III. Federal Award Findings and Questioned Costs**

U. S. Department of Agriculture

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-3	Allowable Costs/Cost Principles:  Reportable Condition	<p><u>Cost Allocation Plans Not Submitted for Approval in a Timely Manner</u></p> <p>Amendments to the cost allocation plans for two of the Department's divisions were not submitted for approval in a timely manner.</p> <ul style="list-style-type: none"> <li>Amendments to the Mental Health cost allocation plan for the first quarter of fiscal year 2003 (July 2002 through September 2002) were submitted for approval late, in February 2004. Amendments for the remaining October 2002 to June 2003 period have not been submitted for approval as of February 2004.</li> <li>As of February 2004, the Department has not submitted for approval the Division of Social Services' cost allocation plan amendments applicable for the period January 2003 through June 2003. Since the unapproved allocation methods and the federal participation rates have been applied by the cost allocation accounting system, approximately \$17.9 million in costs have been allocated for this period.</li> </ul> <p>Without timely approved amendments, costs may be incorrectly charged and the risk of errors increases if adjustments are necessary. Title 45 CFR 95.509 requires the State to promptly amend the cost allocation plan and submit the amended plan for approval if there are organizational changes, changes in federal law, a material defect in the cost allocation plan or other changes which make the allocation basis invalid.</p> <p><i>Recommendation:</i> The Department should submit cost allocation plan amendments for federal review and approval as soon as changes are determined and implemented.</p> <p><i>Agency Response:</i> The Department concurs with the finding and recommendations. The January 2003 through March 2003 Cost Allocation Plan (CAP) amendments for the Division of Social Services (DSS) were submitted for Federal approval on December 19, 2003 and receipt was acknowledged by the Department of Health and Human Services Division of Cost Allocation on January 28, 2004.</p> <p>The April 2003 through June 2003 CAP amendments for DSS were completed on March 15, 2004. CAP amendments for the period October 2002 through June 2003 were completed on March 17, 2004 for the Division of Mental Health, Developmental Disabilities and Substance Abuse Services.</p> <p>The Cost Allocation Branch of the DHHS Controller's Office expects to be up to date on all the required CAP amendments for the Division of Social Services</p>

**10.561 STATE ADMINISTRATIVE MATCHING GRANTS FOR FOOD STAMP PROGRAM** (continued)**III. Federal Award Findings and Questioned Costs**

U. S. Department of Agriculture

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
		by April 30, 2004 and for the Division of Mental Health, Developmental Disabilities and Substance Abuse Services by June 30, 2004.
03-SA-4	Subrecipient Monitoring:  Reportable Condition	<p><u>Fiscal Monitoring Not Performed On Nutrition Education Subrecipients</u></p> <p>As noted in our prior audit, the Division of Social Services did not perform sufficient monitoring procedures to provide reasonable assurance that its Nutrition Education subrecipients used Food Stamp funds for allowable activities. The lack of subrecipient monitoring increases the risk that unauthorized activities and/or costs at the subrecipient level may occur and go undetected. The Food Stamp funds provided these subrecipients were \$5.4 million.</p> <p>Although the Division developed a monitoring plan and a schedule for conducting monitoring visits, no fiscal monitoring had been performed on its Nutrition Education subrecipients as of June 2003. OMB Circular A-133 requires that a pass-through entity monitor subrecipient activities to provide reasonable assurance that subrecipients administer federal awards in compliance with federal requirements.</p> <p><i>Recommendation:</i> The Division should continue its efforts to develop and implement a monitoring process over its Nutrition Education subrecipients.</p> <p><i>Agency Response:</i> The Department agrees with the finding. Programmatic monitoring was completed for FFY 2003 on all projects operating in counties where a Management Evaluation Review was completed. Fiscal monitoring for FFY 2003 was completed in December 2003 for projects operated through North Carolina State University (NCSU); the review was delayed due to Hurricane Isabel's impact on staff availability. Using the results from FFY 2003 monitoring activities (fiscal and programmatic), additional refinement of the process and procedures for monitoring are being developed. Fiscal and programmatic monitoring is scheduled to be completed for all approved projects for FFY 2004 by September 30, 2004.</p>

**14.228 COMMUNITY DEVELOPMENT BLOCK GRANTS/STATE'S PROGRAM****III. Federal Award Findings and Questioned Costs**

U. S. Department of Housing and Urban Development

N. C. Department of Commerce

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-5	<u>Reporting:</u>	<u>Federal Report Contained Erroneous Data</u>
	Material Weakness	Errors were noted in the Performance and Evaluation Report (PER) submitted by the Division of Community Assistance for the Community Development Block Grants (CDBG) program. Such errors may reduce the usefulness of the data to federal funding sources. The following errors were noted in the PER for the year ended December 31, 2002:
	Material Noncompliance	
		<ul style="list-style-type: none"> <li>• The "Amount Obligated to Recipients" did not agree to the total of the National Objectives for the 1996 through 2001 grant years. The differences were varied and ranged from the obligated amount exceeding the total for National Objectives by \$6,618,651 in 1998 to being less than the National Objectives by \$7,006,596 in 2001. The "Amount Obligated to Recipients" was incorrectly shown as zero for the 2002 grant while the total of the National Objectives was shown as \$34,298,780. The report's instructions state that the amounts reported for these two captions should be in agreement.</li> <li>• The "Funds Meeting Urgent Needs" in the National Objective section was incorrectly shown as zero for the 2002 grant. The supporting documentation showed this amount to be \$1,113,500.</li> <li>• Not all funds awarded to seven of thirty-nine subrecipients sampled were included on the PER. The omitted awards ranged from \$30,000 to \$1,000,000.</li> </ul>
		<p>The control procedures employed by the Division did not ensure accuracy in the federal report and utilization of checklists established by the Department of Housing and Urban Development (HUD). Adequate internal control would provide reasonable assurance that amounts reported on the federal report are accurate and agree with supporting documentation.</p>
		<p><i>Recommendation:</i> The Division should implement review procedures to ensure that data reported on the Performance and Evaluation Report are accurate and agree to supporting documentation. Review procedures could include comparison of reports to supporting records and utilizing checklists recommended by HUD.</p>
		<p><i>Agency Response:</i> The Financial Section and the Information Services Section will share joint responsibility for preparation of the Financial Summary Report, Part I of the Performance Evaluation Report (PER). In the future, all detailed financial information contained in the PER will be derived from the Grants Management System (GMS) financial tables. Staff will reconcile this</p>

**14.228 COMMUNITY DEVELOPMENT BLOCK GRANTS/STATE'S PROGRAM (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Housing and Urban Development

N. C. Department of Commerce

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<p>information on a monthly basis. The Information Services Section will generate a cumulative report, which compares the grant financial database in GMS to the Grant's Registry database maintained by the Finance Section. The Finance Officer will review the report for accuracy, reconcile any inconsistencies, and prepare a written report.</p> <p>The Director and Assistant Director will review the monthly reports and the Financial Summary Report, Part I for compliance with the federal checklist as established by the US Department of Housing and Urban Development (HUD).</p> <p>The programming error, which resulted in the incorrect reporting of funds obligated under the Urgent Needs National Objective for 2002, has been corrected. To test for similar problems in the future, the Finance Officer and Information Services Section Chief will conduct a comparative analysis of the Grants Management System (GMS) database and the Grants Registry database on a quarterly basis. The Director and Assistant Director will receive a written report of the results.</p> <p>The Information Services Section Chief will be responsible for conducting quarterly reviews of the PER database and the Grant Activities Budget database to ensure consistency. The Finance Officer will review the report for accuracy and reconcile any variations. A written report of this review will be provided to the Director and Assistant Director.</p> <p>The 2003 PER is presently being completed for submission to US Department of Housing and Urban Development (HUD) by March 31, 2004. To ensure accuracy, the staff will complete the HUD checklist prior to submission. All other corrective action procedures will be implemented for the 2004 PER reporting period.</p>



**17.002 LABOR FORCE STATISTICS****III. Federal Award Findings and Questioned Costs**

U. S. Department of Labor

N. C. Employment Security Commission

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-6	Allowable Costs/Cost Principles:	<u>Written Procedures Not Followed for Time Reporting and Purchases</u>
	Reportable Condition	<p>The following conditions were identified and uncovered during a special review conducted by the Investigative Audits section of the Office of the State Auditor. We believe the conditions may have been in violation of federal costs principles. OMB Circular A-87 states that expenditures incurred must be reasonable and be consistent with policies, regulations, and procedures that apply uniformly to both Federal and other activities of the governmental unit. As a result, we are questioning costs of \$65,214. The details are described below.</p>
	Questioned Cost Finding	
	\$25,091	
		<p>The special report concluded that the Employment Security Commission's director of Public Information appeared to work a flexible schedule without adhering to the policies required of other employees. A comparison of documentation received from staff members and timesheets reviewed from January 1, 2002 to October 31, 2002 revealed the director of the Public Information Office was absent and/or worked less than 8 hours 107 days (51%) of the 212 working days reported without reflecting it on his timesheets. The director stated that he works more than the required 40 hours per week, but he did not document the hours worked. As a result, we were unable to verify the additional hours the director claimed that he worked. He further stated that he sometimes worked from home; however, the Commission did not have a telecommuting policy. In addition, it was also revealed the director often missed Monday morning director's meetings. We question the \$25,091 that represents the salary paid for hours that were not deducted from the director's timesheet. The salary was charged to the Labor Force Statistics grant.</p>
		<p>The review also revealed the director made questionable equipment purchases. Equipment purchased was not always used and in some instances never seen by staff members. The results of our testwork are as follows:</p>
		<ul style="list-style-type: none"> <li>• A DVD-RAM Drive purchased on November 30, 2000 for \$799 had not been seen in the office until a complaint was received about the purchase in year 2002.</li> <li>• A Sony Digital 8mm Video Camera purchased on May 5, 2001 for \$649 had not been seen in the office.</li> <li>• Final Cut Pro Software purchased on January 17, 2002 for \$949 is not used in the office. A comparable software package had been previously purchased and is preferred by the staff. The director of Public Information</li> </ul>

**17.002 LABOR FORCE STATISTICS (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Labor

N. C. Employment Security Commission

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<p>is the only employee that has the software installed on his computer. The director is using the software on a test basis.</p> <ul style="list-style-type: none"> <li>Purchases initiated by the director of Public Information were not reviewed and approved by his supervisor. The director circumvented the purchasing controls and policies by asking his Administrative Assistant to complete the purchase requisition, which he then approves.</li> </ul> <p>It was also discovered that the director of Public Information was reimbursed for purchases he made with his personal credit card and/or cash. Although the ESC Purchasing Section permits division directors authority to make small purchases on-line through state contract vendors, employees are not permitted to make purchases and receive reimbursement without the proper approval and justification. Only one of these purchases was for an item that was needed immediately and would justify not going through the normal purchase order request process. In some cases, the item was shipped to the director's home.</p> <p>Our testing of purchases in the Public Information Office revealed the director spent \$40,123, in purchases for software, computer repairs, upgrades and equipment that were not approved by the Information Section (IS) of the Commission. The \$40,123 includes the purchases totaling \$2,397 that are described above.</p> <p>The Commission's <i>Financial Management Handbook</i> Chapter 3 Section 3.2.1 requires that all requests for the purchase of automation equipment and the supporting software must be routed through the Information Systems (IS) Section for their review. Requests received in Purchasing without the IS review will be forwarded to IS before processing can begin.</p> <p>We question the costs of the equipment purchases described above. These costs were funded by the Employment Services grant, \$10,031, and the Unemployment Insurance grant, \$30,092.</p> <p><b>Recommendation:</b> The Commission should ensure the director of Public Information accurately records leave as earned and used. We further recommend the director maintain scheduled working hours and notify his supervisor when he is absent or late so that the Commission staff is informed of the director's working hours. In addition, if the Commission decides to formally allow flexible work schedules and/or telecommuting, we recommend policies be developed in order to assure that the needs of the agency and public are met and employees are treated equitably.</p>

**17.002 LABOR FORCE STATISTICS (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Labor

N. C. Employment Security Commission

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<p>The Commission should ensure that the director adhere to the purchasing policies. We further recommend the Commission reiterate the purchasing policies to ensure compliance by all employees. Further, employees should not have items shipped to their homes.</p>
	<p>The Commission should ensure that all purchases for automation equipment be reviewed by the IS Section as prescribed by policy. Further, employees should contact the IS Section when problems occur with their computers. If necessary, addendums to the policy should be implemented and clearly state any exceptions.</p>
	<p><i>Agency Response:</i> The Director of Public Information is required to work many hours that do not conform to a regular eight hour day and that require him to work at locations other than the central office. The Commission believes the Director worked all of the hours questioned in this audit. <i>Corrective Action:</i> The Commission has asked all staff to insure their hours are adequately documented when they do not conform to a standard eight hour day.</p>
	<p>A review by Commission staff found all of the equipment questioned in possession of the Commission. Also, Division Directors have always been allowed discretion over purchases for their Division and all purchases in this report are within that discretion. <i>Corrective Action:</i> the Commission has reviewed and updated its purchasing guidelines and disseminated them to all Divisions so that the requirements are clear and understood.</p>

**17.207 EMPLOYMENT SERVICE****III. Federal Award Findings and Questioned Costs**

U. S. Department of Labor

N. C. Employment Security Commission

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-7	<p>Allowable Costs/Cost Principles:</p> <p>Reportable Condition</p> <p>Questioned Cost Finding</p> <p>\$10,031</p>	<p><u>Written Procedures Not Followed for Time Reporting and Purchases</u></p> <p>Conditions that we believe may have been in violation of federal costs principles were identified and uncovered during a special review conducted by the Investigative Audits section of the Office of the State Auditor. See finding 03-SA-6 for a description.</p>
03-SA-8	<p>Allowable Costs/Cost Principles:</p> <p>Reportable Condition</p>	<p><u>Significant Weaknesses Over Information Systems General Controls</u></p> <p>The Employment Security Commission did not always follow its procedures to ensure that proper access rights were given to new hire employees and that access rights were deleted timely for separated employees. See finding 03-FS-28 for a description.</p>
03-SA-9	<p>Allowable Costs/Cost Principles:</p> <p>Reportable Condition</p>	<p><u>Bank Reconciliations Not Performed Timely or With Unresolved Items</u></p> <p>The bank reconciliations for the Claims and Benefits Account were not completed timely and our testing of the Administrative Disbursing Account disclosed an unreconciled amount during the entire audit period. See finding 03-FS-29 for a description.</p>
03-SA-10	<p>Equipment and Real Property Management:</p> <p>Reportable Condition</p>	<p><u>Controls Over Equipment Management Need Improvement</u></p> <p>The Commission did not have controls in place to ensure that fixed asset records were properly maintained for equipment purchased with federal funds. The procedures on the Integrated Management System and the <i>Placement and Use of Property Tags Handbook</i> were not updated to reflect current procedures, and there were no written procedures for the annual inventory process. Inadequate controls increase the risk that items could be stolen and not detected.</p> <p>In addition, lack of segregation of duties exists. The employee who participated in major parts of the physical inventory is also the fixed assets custodian at the Central Office.</p> <p>Our test of thirty-nine items disclosed the following conditions.</p>

**17.207 EMPLOYMENT SERVICE** (continued)**III. Federal Award Findings and Questioned Costs**

U. S. Department of Labor

N. C. Employment Security Commission

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<ul style="list-style-type: none"> <li>Two assets we inspected were not recorded to the Magic Service Desk System (Magic) masterfile. The Magic System is used to record and track fixed assets.</li> <li>Descriptions in the Magic System for two assets were inaccurate.</li> <li>One asset location per the Magic System was different from the physical location of the asset.</li> <li>One asset funding source and appropriation information was not recorded in the Magic System.</li> </ul> <p>Our test of thirty-nine items that had been disposed disclosed the following.</p> <ul style="list-style-type: none"> <li>Seventeen assets had been deleted from the Magic System masterfile but the appropriate equipment disposition form had not been completed.</li> <li>Four assets on the Magic System were reflected in a cost center other than the appropriate disposal cost center.</li> </ul> <p>Federal regulation 29 CFR 97.32 requires equipment records to include the description, location and disposition data of the equipment. Also it requires the State to use, manage, and dispose of equipment in accordance with its laws and procedures.</p> <p><i>Recommendation:</i> The Commission should strengthen internal controls over the fixed asset process to ensure that fixed assets are properly recorded. All policies and procedures should be updated to reflect current procedures.</p> <p><i>Agency Response:</i> Procedures on the Integrated Management System and "Placement and Use of Property Tags" were not updated to reflect current procedures since procedures evolved due to the recent use of scan guns and an issue concerning PC hard drives. The revised procedures and handbook should be completed no later than May 1. New procedures include documenting the inventory process and preclude the participation of the Fixed Asset Officer in the actual physical inventory.</p> <p>The specific responses to the audit findings are:</p> <ul style="list-style-type: none"> <li>The assets that weren't recorded in the Magic database were just simply not put in the system when they were originally tagged. These barcode numbers will be obtained and the information will be entered into Magic.</li> </ul>

**17.207 EMPLOYMENT SERVICE** (continued)**III. Federal Award Findings and Questioned Costs**

U. S. Department of Labor

N. C. Employment Security Commission

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<ul style="list-style-type: none"><li>• Descriptions for assets are taken directly from the purchase order. The procedures mentioned above should address the validation of the descriptions during the annual inventory.</li><li>• Cost center managers should also validate location during the annual inventory and make location corrections via the Asset Manager program. The revised procedures will reflect this process. In addition, reports can be produced to determine if no location is listed.</li><li>• Funding source information is typically pulled from the Purchase Order. The primary reason an asset wouldn't have the funding information included is because it may have been tagged during an inventory and not when it was originally purchased. Therefore, the Purchase Order number may not have been available. Reports can be produced to determine if no funding source is listed.</li><li>• The seventeen assets that the report says were deleted from the system were actually surplus and were transferred to the disposal cost center. The BM-51's were not signed by our staff when the equipment was picked up. No item had been deleted.</li><li>• The four assets that were reflected in a cost center other than the appropriate cost center were once listed on a BM-51 to be surplus, but were re-used in other cost centers.</li></ul>

**17.225 UNEMPLOYMENT INSURANCE****III. Federal Award Findings and Questioned Costs**

U. S. Department of Labor

N. C. Employment Security Commission

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-11	Allowable Costs/Cost Principles: Reportable Condition Questioned Cost Finding \$30,092	<u>Written Procedures Not Followed for Time Reporting and Purchases</u>  Conditions that we believe may have been in violation of federal costs principles were identified and uncovered during a special review conducted by the Investigative Audits section of the Office of the State Auditor. See finding 03-SA-6 for a description.
03-SA-12	Allowable Costs/Cost Principles: Reportable Condition	<u>Significant Weaknesses Over Information Systems General Controls</u>  The Employment Security Commission did not always follow its procedures to ensure that proper access rights were given to new hire employees and that access rights were deleted timely for separated employees. See finding 03-FS-28 for a description.
03-SA-13	Allowable Costs/Cost Principles: Reportable Condition	<u>Bank Reconciliations Not Performed Timely or With Unresolved Items</u>  The bank reconciliations for the Claims and Benefits Account were not completed timely. See finding 03-FS-29 for a description.
03-SA-14	<u>Eligibility:</u> Material Weakness Material Noncompliance \$6,291	<u>Insufficient Documentation to Determine Claimant Eligibility</u>  Our test of the files for ninety claimants receiving Unemployment Insurance (UI) benefits revealed thirty that did not contain the required documentation or contained incomplete forms. See finding 03-FS-30 for a description.
03-SA-15	Procurement and Suspension and Debarment: Material Weakness Material Noncompliance	<u>Required Debarment Certifications Were Not Obtained</u>  The Commission did not obtain the required suspension and debarment certification from its contractors/vendors that received awards greater than \$100,000 in the Unemployment Insurance Grant. There were nine contracts or commodity purchases that did not have the required certifications. Failure to secure certifications increases the risk that the Commission may contract with contractors/vendors who have been denied participation by the federal

**17.225 UNEMPLOYMENT INSURANCE** (continued)**III. Federal Award Findings and Questioned Costs**

U. S. Department of Labor

N. C. Employment Security Commission

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
government.	<p>Federal regulation 29 CFR 98.510 requires a certification regarding debarment and suspension to be filed for covered transactions.</p> <p><i>Recommendation:</i> The Commission should implement procedures to ensure compliance with the governmentwide debarment and suspension requirement.</p> <p><i>Agency Response:</i> We have since obtained letters from vendors to fulfill the requirement as far back as July 2003. In the future the grant holders will review the grant documentation and inform Purchasing and other offices of any additional requirements noted.</p>



**17.245 TRADE ADJUSTMENT ASSISTANCE - WORKERS****III. Federal Award Findings and Questioned Costs**

U. S. Department of Labor

N. C. Employment Security Commission

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs		Findings and Recommendations
03-SA-16	Allowable Costs/Cost Principles:  Reportable Condition	<p><u>Significant Weaknesses Over Information Systems General Controls</u></p> <p>The Employment Security Commission did not always follow its procedures to ensure that proper access rights were given to new hire employees and that access rights were deleted timely for separated employees. See finding 03-FS-28 for a description.</p>
03-SA-17	Allowable Costs/Cost Principles:  Reportable Condition	<p><u>Bank Reconciliations Not Performed Timely or With Unresolved Items</u></p> <p>The bank reconciliations for the Claims and Benefits Account were not completed timely. See finding 03-FS-29 for a description.</p>
03-SA-18	<p><u>Eligibility:</u></p> <p>Reportable Condition</p> <p>Questioned Cost Finding</p> <p>\$1,093</p>	<p><u>Documentation Not Maintained for Calculation of Benefits for Trade Adjustment Assistance</u></p> <p>The Commission did not maintain the necessary documentation to support the Trade Readjustment Allowances (TRA) payments in four of the forty-seven claimants tested. The initial Unemployment Insurance (UI) benefits data for these four claimants had been purged from the electronic database. Since the UI payment is used to compute the TRA payment, we were unable to determine that the payment was calculated correctly. Because likely questioned costs exceed \$10,000, we are questioning the known costs of \$1,093.</p> <p>Twenty CFR section 617.13 states the amount of TRA payable for a week of total unemployment shall be an amount equal to the most recent weekly benefit amount of UI payable to the individual for a week of total unemployment preceding the individual's first exhaustion of UI following the individual's first qualifying separation.</p> <p><i>Recommendation:</i> The Commission should ensure that adequate documentation is maintained to document the Trade Readjustment Allowances payments.</p> <p><i>Agency Response:</i> The Employment Security Commission will ensure that adequate documentation is maintained to document all payments of Trade Readjustment Allowance benefits.</p>

**17.258 WIA ADULT PROGRAM****III. Federal Award Findings and Questioned Costs**

U. S. Department of Labor

N. C. Employment Security Commission

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-19	Allowable Costs/Cost Principles:  Reportable Condition	<u>Significant Weaknesses Over Information Systems General Controls</u>  The Employment Security Commission did not always follow its procedures to ensure that proper access rights were given to new hire employees and that access rights were deleted timely for separated employees. See finding 03-FS-28 for a description.
03-SA-20	Allowable Costs/Cost Principles:  Reportable Condition	<u>Bank Reconciliations Not Performed Timely or With Unresolved Items</u>  The bank reconciliations for the Claims and Benefits Account were not completed timely. See finding 03-FS-29 for a description.

**17.259 WIA YOUTH ACTIVITIES****III. Federal Award Findings and Questioned Costs**

U. S. Department of Labor

N. C. Employment Security Commission

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-21	Allowable Costs/Cost Principles:  Reportable Condition	<u>Significant Weaknesses Over Information Systems General Controls</u>  The Employment Security Commission did not always follow its procedures to ensure that proper access rights were given to new hire employees and that access rights were deleted timely for separated employees. See finding 03-FS-28 for a description.
03-SA-22	Allowable Costs/Cost Principles:  Reportable Condition	<u>Bank Reconciliations Not Performed Timely or With Unresolved Items</u>  The bank reconciliations for the Claims and Benefits Account were not completed timely. See finding 03-FS-29 for a description.

**17.260 WIA DISLOCATED WORKERS****III. Federal Award Findings and Questioned Costs**

U. S. Department of Labor

N. C. Employment Security Commission

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-23	Allowable Costs/Cost Principles:  Reportable Condition	<u>Significant Weaknesses Over Information Systems General Controls</u>  The Employment Security Commission did not always follow its procedures to ensure that proper access rights were given to new hire employees and that access rights were deleted timely for separated employees. See finding 03-FS-28 for a description.
03-SA-24	Allowable Costs/Cost Principles:  Reportable Condition	<u>Bank Reconciliations Not Performed Timely or With Unresolved Items</u>  The bank reconciliations for the Claims and Benefits Account were not completed timely. See finding 03-FS-29 for a description.

**17.801    DISABLED VETERAN'S OUTREACH PROGRAM****III. Federal Award Findings and Questioned Costs**

U. S. Department of Labor

N. C. Employment Security Commission

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-25	Allowable Costs/Cost <u>Principles:</u>  Reportable Condition	<u>Significant Weaknesses Over Information Systems General Controls</u>  The Employment Security Commission did not always follow its procedures to ensure that proper access rights were given to new hire employees and that access rights were deleted timely for separated employees. See finding 03-FS-28 for a description.
03-SA-26	Allowable Costs/Cost <u>Principles:</u>  Reportable Condition	<u>Bank Reconciliations Not Performed Timely or With Unresolved Items</u>  The bank reconciliations for the Claims and Benefits Account were not completed timely. See finding 03-FS-29 for a description.

**17.804 LOCAL VETERANS' EMPLOYMENT REPRESENTATIVE PROGRAM****III. Federal Award Findings and Questioned Costs**

U. S. Department of Labor

N. C. Employment Security Commission

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-27	Allowable Costs/Cost Principles:  Reportable Condition	<u>Significant Weaknesses Over Information Systems General Controls</u>  The Employment Security Commission did not always follow its procedures to ensure that proper access rights were given to new hire employees and that access rights were deleted timely for separated employees. See finding 03-FS-28 for a description.
03-SA-28	Allowable Costs/Cost Principles:  Reportable Condition	<u>Bank Reconciliations Not Performed Timely or With Unresolved Items</u>  The bank reconciliations for the Claims and Benefits Account were not completed timely. See finding 03-FS-29 for a description.

**19.000 U. S. DEPARTMENT OF STATE – RESEARCH AND DEVELOPMENT CLUSTER****III. Federal Award Findings and Questioned Costs**

U. S. Department of State

University of North Carolina at Chapel Hill

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-29	Subrecipient <u>Monitoring:</u>  Reportable Condition	<p><u>Tracking of Subrecipient Audit Reports – Research and Development Cluster</u></p> <p>The University did not have adequate controls to ensure the tracking and receipt of subrecipient audit reports for the Research and Development Cluster. This condition limits the University's ability to comply with Federal OMB Circular A-133, which states that the pass-through entity (the University) is responsible for ensuring that required subrecipient audits are performed and that the subrecipient takes prompt corrective action on any audit finding.</p> <p>The University requires subrecipients to return a certification letter that states whether an audit has been performed, if there were findings, or if the subrecipient was not subject to the single audit provisions of A-133. OMB Circular A-133 requires grant recipients expending \$300,000 or more in Federal funds in a fiscal year to obtain a single audit or program-specific audit for that year. Our audit of the tracking of subrecipient audit reports disclosed the following:</p> <ul style="list-style-type: none"> <li>• The University had not received the required certification letter from thirteen of the thirty subrecipients tested.</li> <li>• One certification letter contained erroneous information on the amount of funding received.</li> <li>• While gaining an understanding of the subrecipient monitoring process, the auditor identified an instance in which the University had not performed follow-up procedures on a certification letter that indicated the subrecipient had audit findings.</li> <li>• The University uses the US Office of Management and Budget (OMB) Federal Audit Clearinghouse website to monitor subrecipient audit reports. There was no documentation to support that review of the reports on the website was occurring.</li> </ul> <p><i>Recommendation:</i> The University should develop and implement a tracking system to ensure that all required subrecipient audit reports are reviewed in a timely manner. This tracking system should include documentation that the audit certification letters were received, the audit reports were reviewed, and a management decision is issued on any audit findings in subrecipient reports within six months.</p> <p><i>Agency Response:</i> Management concurs with the condition of the finding. The finding is a result of a significant increase in the number of subcontracts requiring subrecipient monitoring. From fiscal year 1999 to fiscal year 2003</p>

**19.000 U. S. DEPARTMENT OF STATE – RESEARCH AND DEVELOPMENT CLUSTER (continued)**

**III. Federal Award Findings and Questioned Costs**

U. S. Department of State  
University of North Carolina at Chapel Hill  
For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	the numbers increased from 466 to 842, nearly doubling. No additional staffing was added in 1987/88 when subrecipient monitoring became a compliance mandate under A-128 and now A-133, while the federal government continues to increase areas and complexity of compliance staffing has remained the same. The Office of Sponsored Research is in the midst of reorganization and is looking to add additional positions in the Post Award Services area as a means to strengthen compliance and to once again provide full monitoring of subrecipients. The increased staffing will allow us to support our tracking system to ensure that all required subrecipient audit reports are reviewed in a timely manner.



**20.000 U. S. DEPARTMENT OF TRANSPORTATION – RESEARCH AND DEVELOPMENT CLUSTER****III. Federal Award Findings and Questioned Costs**

U. S. Department of Transportation

University of North Carolina at Chapel Hill

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-30	Subrecipient <u>Monitoring:</u>  Reportable Condition	<u>Tracking of Subrecipient Audit Reports – Research and Development Cluster</u>  The University did not have adequate controls to ensure the tracking and receipt of subrecipient audit reports for the Research and Development Cluster. See finding 03-SA-29 for a description.

**20.106 AIRPORT IMPROVEMENT PROGRAM****III. Federal Award Findings and Questioned Costs**

U. S. Department of Transportation

N. C. Department of Transportation

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-31	Procurement and Suspension and Debarment:  Material Weakness  Material Noncompliance	<p><u>Required Suspension and Debarment Certifications Were Not Obtained</u></p> <p>The Department of Transportation did not obtain the required suspension and debarment certifications from some subrecipients and contractors. Failure to secure the required debarment certifications increases the risk that the Department may contract with or provide funds to debarred companies or subrecipients. Our test work revealed:</p> <ul style="list-style-type: none"> <li>• Certifications were not incorporated in subgrantee applications or contract agreements used by the Aviation Division to provide Airport Improvement Program funds to local airports.</li> <li>• Contracts in excess of \$100,000 issued through the Utilities Unit, Rail Division, Office of Natural Environment, and three contracts prepared in divisions, but processed through the Purchasing Section, did not include certifications. These contracts were funded by the Highway Planning and Construction Grant.</li> <li>• Four vendors funded by the Public Assistance Grant received amounts in excess of \$100,000 without making the required certifications.</li> </ul> <p>OMB Circular A-133 states that contractors receiving individual awards for \$100,000 or more and all subrecipients must certify that the organization and its principles are not suspended or debarred.</p> <p><i>Recommendation:</i> The Department should implement procedures to ensure that persons with whom it intends to do business are not excluded or disqualified from doing business with the federal government. This requirement currently applies to all contracts with subrecipients and all procurement contracts over \$25,000.</p> <p><i>Agency Response:</i> NCDOT is implementing measures to include the debarment clause in agreements.</p>
03-SA-32	<u>Reporting:</u>  Material Weakness  Material Noncompliance	<p><u>Required Information Not Filed With the Federal Aviation Administration (FAA)</u></p> <p>The Department did not submit the North Carolina Block Grant Status report, an annual report that lists the location of projects, project descriptions, and amount of federal funds applied to the projects. Additionally, the Department did not submit information requested for inclusion in the FAA's National Plan of Integrated Airport Systems and the Department's three-year capital improvement program. The Department's failure to submit the required</p>

**20.106 AIRPORT IMPROVEMENT PROGRAM (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Transportation

N. C. Department of Transportation

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
		<p>information hampers FAA's ability to plan for the coming year and may jeopardize the Department's future funding.</p> <p>A Memorandum of Agreement incorporated in grant agreements between the Department and the FAA requires submission of this information. The North Carolina Block Grant Status report is due by March 1 and the other information is due by March 31.</p> <p><i>Recommendation:</i> The Department should establish controls to ensure that the required information is prepared and submitted to the federal agency annually in accordance with the federal agreement.</p> <p><i>Agency Response:</i> The FAA Memorandum of Agreement will be reviewed and updated if necessary to ensure all federal reports are submitted in accordance with the federal government. Quarterly meetings have been established with FAA to discuss programmatic issues. The first meeting will take place March 24, 2004.</p>
03-SA-33	Subrecipient Monitoring:  Material Weakness  Material Noncompliance	<p><u>Subrecipient Monitoring Procedures Not Documented</u></p> <p>The Department did not present adequate documentation to demonstrate that it performed sufficient monitoring of subrecipients of Airport Improvement Grant funds. This condition limits the Department's ability to ensure that funds granted to subrecipients are expended in accordance with grant requirements. Subrecipients received \$13.6 million of grant funds during the year.</p> <p>OMB Circular A-133 requires that a pass-through entity monitor subrecipient's activities to provide reasonable assurance that the subrecipient administers federal awards in compliance with federal regulations.</p> <p><i>Recommendation:</i> Monitoring activities should be documented in a format that clearly defines the procedures performed, the results obtained, and the corrective action planned when instances of noncompliance are identified.</p> <p><i>Agency Response:</i> NCDOT agrees with the finding. The Division of Aviation will develop and update forms to document monitoring of subrecipient activities. This will be complete by July 1, 2004.</p>

**20.205 HIGHWAY PLANNING AND CONSTRUCTION****III. Federal Award Findings and Questioned Costs**

U. S. Department of Transportation

N. C. Department of Correction

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-34	Allowable Costs/Cost Principles:  Reportable Condition  Questioned Cost Finding	<p data-bbox="519 556 1464 588"><u>Funds Transferred Without Equitable Distribution to the Federal Government</u></p> <p data-bbox="519 619 1464 892">The Correction Enterprises Division of the Department of Correction transferred from its profits \$2,500,000 to the State's General Fund to support appropriations and \$226,404 to the Department of Crime Control and Public Safety for the Crime Victims Fund. While the transfers were authorized by various legislative requirements, the transfers are questioned because federal programs failed to receive a refund for their equitable share. Questioned costs are likely in excess of \$10,000 for the Highway Planning and Construction Program which made purchases exceeding \$750,000 from Correction Enterprises.</p> <p data-bbox="519 924 1464 1081">OMB Circular A-133 requires that refunds are to be made to the Federal Government for its share of any amounts transferred or borrowed from internal service, central service, pension, insurance, or other similar activities or funds for purposes other than to meet the operating liabilities, including interest on debt, of the fund.</p> <p data-bbox="519 1123 1464 1249"><i>Recommendation:</i> The Department should make contact with the federal government to seek disposition of the issue of the \$2,726,404 that was transferred out for purposes other than to meet the operating liabilities of the fund.</p> <p data-bbox="519 1281 1464 1463"><i>Agency Response:</i> The Department of Correction (DOC) was complying with fund transfer requirements which were mandated by the N.C. Legislature through General Statutes and Budget Bills. The DOC will discuss with the appropriate federal agency and N.C. Legislature, the proper course of action to address the audit finding related to transfers out of Correction Enterprises to the State's General Fund and to the Crime Victim's Compensation Fund.</p>

**20.205 HIGHWAY PLANNING AND CONSTRUCTION (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Transportation

N. C. Department of Transportation

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-35	Allowable Costs/Cost Principles:  Reportable Condition	<u>Time Records Not Approved</u>  A review of documentation to support payroll expenditures for fifty-four employees revealed four field payroll worksheets (FR-01 forms) that were not approved by the supervisor, an error rate of 8%. See finding 03-FS-2 for a description.
03-SA-36	Allowable Costs/Cost Principles:  Reportable Condition  Questioned Cost Finding  \$318,771	<u>Employees Overpaid Due to Clerical Error</u>  The Department overpaid approximately 14,000 employees a total of \$1.7 million dollars in salaries during the fiscal year. See finding 03-FS-3 for a description.
03-SA-37	Procurement and Suspension and <u>Debarment</u> :  Material Weakness  Material Noncompliance	<u>Required Suspension and Debarment Certifications Were Not Obtained</u>  The Department of Transportation did not obtain the required suspension and debarment certifications from some subrecipients and contractors. See finding 03-SA-31 for a description.
03-SA-38	Special Tests and <u>Provisions</u> :  Material Weakness  Material Noncompliance	<u>Testing Standards Not Met in Accordance With Quality Assurance Program</u>  The Department of Transportation (DOT) did not present documentation to demonstrate that the required testing of highway construction materials was performed. This condition limits the Department's ability to ensure that materials used in construction projects conform to approved specifications. A review of information produced by the Highway Construction and Materials System (HiCAMS) for aggregate types used in current contracts indicated:  <ul style="list-style-type: none"> <li>• The required numbers of Independent Assurance (IA) tests were not performed on materials received for two of seventeen contracts reviewed.</li> <li>• Test results generated by the system for the Quality Control (QC) tests were inconsistent and unreliable. This condition caused the Department to request manual documentation from the plants/quarries to document</li> </ul>

**20.205 HIGHWAY PLANNING AND CONSTRUCTION (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Transportation

N. C. Department of Transportation

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<p>that the required testing was performed on materials used for five contracts. At the completion of our field work, documentation had not been received from two plants/quarries.</p> <ul style="list-style-type: none"> <li>• The required numbers of acceptance tests were not performed on materials received for ten of seventeen contracts reviewed. Acceptance or roadway tests entered at the division level were not always coded to the correct material description, therefore testing results did not demonstrate that adequate testing was done on each specific material type.</li> <li>• The system showed substantial variances in the quantities shipped and quantities accepted through testing in five of seventeen contracts sampled. Overstatements in quantities accepted occur when the maximum quantity applicable to a test is entered into the system instead of the actual quantity represented by the test. Additionally, the system is not properly calculating the quantities accepted for contracts which began before the HiCAMS system was implemented.</li> </ul> <p>The testing standards are part of a quality assurance program developed by the DOT and approved by the Federal Highway Administration for Federal-aid highway construction projects. Twenty-three CFR 637.205 requires the DOT to develop a quality assurance program, which will ensure that the materials and workmanship incorporated into each Federal-aid highway construction project on the National Highway System are in conformity with the requirements of the approved plans and specifications.</p> <p><i>Recommendation:</i> Internal controls should be enhanced to ensure that testing information is accurately entered into HiCAMS and that the required numbers of tests are performed in accordance with standards approved by the Federal Highway Administration for Federal-aid highway construction projects. Programming changes should be made, as necessary, to ensure that system output is accurate and consistent.</p> <p><i>Agency Response:</i> The audit identified that the required number of IA test was not performed on one contract for "Aggregate Base Course" and "Aggregate Base Course, Type A". The quantity of "Aggregate Base Course" for this contract was overstated in HiCAMS as discussed in item three below. Based upon corrected records, an IA sample is not required for "Aggregate Base Course". The IA inspector was not able to obtain the required number of "Aggregate Base Course, Type A" samples before the material was covered with pavement.</p> <p>Corrective Action: Better communication between project personnel and the IA</p>

**20.205 HIGHWAY PLANNING AND CONSTRUCTION (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Transportation

N. C. Department of Transportation

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<p>inspector is needed to insure all samples are taken prior to the material being covered. This issue has been discussed with the IA Inspector for the contract identified in the audit report. No other action is planned unless additional instances of inadequate IA tests are identified.</p> <p>Corrective Action: The Department's QC staff will identify specific instances of inconsistent and unreliable test results that are produced by HiCAMS. Defects in current functionality are classified as "production problems" and will be corrected as soon as possible. Correction of any defects should be implemented with the next version of HiCAMS, which is scheduled to be deployed September 2004.</p> <p>If additional HiCAMS functionality is needed for reporting the QC test results, development of those function(s) will be included in the project plan and implemented consistent with the priority of the function(s) and available resources.</p> <p>Six of ten contracts identified as not having the required number of acceptance tests performed were impacted by the improper material being identified for "Incidental Stone Base". When HiCAMS was initially deployed, the proper material was not available. The proper material was made available three years ago but was not added to existing contracts. Reporting of the quantity of materials incorporated into projects through HiCAMS continues to be adversely impact on contracts that were originally established with the improper material. Compliance with the Minimum Sampling Guide cannot be accurately monitored without proper reporting of material.</p> <p>In other instances, users have selected incorrect materials as being used in the work, which gives the appearance that the required number of tests were performed for the material.</p> <p>The required number of acceptance tests were not performed on materials for at least four of seventeen contracts reviewed.</p> <p>Corrective Action: A systematic review is being made of the HiCAMS data to identify instances of the improper material being reported. When an instance of the improper material being reported is identified that affects fewer than five records, the records will be corrected immediately. When an instance of the improper material being reported is identified that affects five or more records, the HiCAMS staff will run an automated procedure within 30 days to correct the records.</p> <p>The HiCAMS staff provided initial user training for HiCAMS applications. The</p>

**20.205 HIGHWAY PLANNING AND CONSTRUCTION (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Transportation

N. C. Department of Transportation

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<p>need for additional HiCAMS training was identified more than a year ago, but has not been provided because of HiCAMS staff reduction. The Construction Unit staff is currently developing HiCAMS training material, and initial instruction will be provided to staff in each Resident Engineer's office by July 1, 2004. By December 1, 2004, at least two employees in each highway division will be provided detailed training for HiCAMS applications. The employees who receive the detailed training will serve as a resource for other employees in their respective division.</p> <p>The importance of performing sampling and testing in accordance with the Minimum Sampling Guide will be discussed with the staff of each Resident Engineer's office by July 1, 2004. A follow-up review of compliance with the Minimum Sampling Guide will be made by April 1, 2005.</p> <p>By July 1, 2004, the staff of each Resident Engineer's office will be provided instruction for determining the quantity of material represented by samples of various types of material.</p>



**66.468 CAPITALIZATION GRANTS FOR DRINKING WATER STATE REVOLVING FUNDS****III. Federal Award Findings and Questioned Costs**

U. S. Environmental Protection Agency

N. C. Department of Environment and Natural Resources

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-39	Allowable Costs/Cost <u>Principles:</u>  Reportable Condition	<u>Controls Not in Place to Prevent Overpayments</u>  Controls were not in place to ensure that separated employees were paid correctly for unused annual leave. See finding 03-FS-10 for a description.

**83.544 PUBLIC ASSISTANCE GRANTS****III. Federal Award Findings and Questioned Costs**

Federal Emergency Management Agency

N. C. Department of Crime Control and Public Safety

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-40	Cash <u>Management:</u>  Reportable Condition	<p data-bbox="537 554 1211 583"><u>Federal Funds Not Drawn in Accordance with Agreement</u></p> <p data-bbox="537 617 1472 982">The Department did not comply with the agreement between the U. S. Department of the Treasury and the State of North Carolina that implemented the provisions of the federal <i>Cash Management Improvement Act (CMIA) of 1990</i>. The Department did not have adequate controls in place to ensure that drawdowns were made in accordance with the CMIA Agreement. Consequently, drawdowns were received from the federal treasury earlier than two business days prior to the corresponding expenditure. There were also many instances where the Department submitted erroneous data regarding federal drawdowns and federal expenditures to the Office of the State Controller (OSC). Errors in this data could cause OSC's calculation of the State's interest liability to the federal government to be incorrect. Examples of these violations include:</p> <ul data-bbox="537 1016 1472 1520" style="list-style-type: none"> <li data-bbox="537 1016 1472 1108">• The Public Assistance Grants maintained an excessive balance of \$1,000,000 for seventeen days during the State's fiscal year ended June 30, 2003.</li> <li data-bbox="537 1142 1472 1327">• We found thirteen instances where the agency's accounting records did not agree with the data reported to OSC for the Public Assistance Grants. These errors were due to miscalculations made by agency personnel. For example, the total daily deposits and expenditures reported to OSC for June 5, 2003 was \$2,099,866 but the amount reflected in the agency's accounting records was \$2,583,039.</li> <li data-bbox="537 1360 1472 1520">• We found four instances where the agency's accounting records did not agree with the data reported to OSC for the Hazard Mitigation Grant. For example, the total daily deposits and expenditures for October 31, 2002 reported to OSC was \$1,337,053, but the amount on the accounting records was \$1,115,655.</li> </ul> <p data-bbox="537 1541 1472 1696">The CMIA agreement requires that program costs be funded on a pre-issuance basis, but funds should not be drawn down more than two business days prior to the day corresponding disbursements are made. The agreement also requires that requests for funds be no more than the amount the State expects to disburse.</p> <p data-bbox="537 1730 1472 1854"><i>Recommendation:</i> The Department should advise all employees involved in the federal drawdown process about the CMIA Agreement requirements. The Department should strengthen internal controls to ensure that drawdowns are made in compliance with the CMIA Agreement and the data submitted to OSC</p>

**83.544 PUBLIC ASSISTANCE GRANTS (continued)****III. Federal Award Findings and Questioned Costs**

Federal Emergency Management Agency  
 N. C. Department of Crime Control and Public Safety  
 For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
		<p>is accurate.</p> <p><i>Agency Response:</i> The Department agrees with this finding. Procedures will be implemented to ensure that drawdown and expenditure reports are accurately prepared.</p> <p><i>Corrective Action</i>          The importance of complying with all aspects of the CMIA will be reemphasized to all responsible employees. Reports will be double-checked prior to submission, and internal controls will be strengthened to ensure that drawdowns are made in compliance with the CMIA agreement. This action will be completed by May 31, 2004.</p>
03-SA-41	Procurement and Suspension and <u>Debarment:</u>  Material Weakness  Material Noncompliance	<p><u>Required Debarment Certifications Not Obtained</u></p> <p>The Department did not obtain the required debarment certifications from any subrecipients reviewed or any contractors that received an award greater than \$100,000 in the Public Assistance Grants and Hazard Mitigation Grant. Failure to secure the required debarment certifications increases the risk that the Department may contract with or provide funds to debarred companies, individuals, or subrecipients.</p> <p>The federal government may prohibit individuals or organizations convicted of fraud or found in violation of government contracts or federal laws from contracting for or receiving awards from federal funds. OMB Circular A-133 requires contractors receiving individual awards for \$100,000 or more and all subrecipients to certify that the organization and its principles are not suspended and debarred.</p> <p>As of September 2003, the Department revised the standard subgrantee application used for the Public Assistance Grants to include the required certification.</p> <p><i>Recommendation:</i> The Department should establish procedures that ensure compliance with current Federal debarment and suspension regulations for all grants.</p> <p><i>Agency Response:</i> The Department agrees with this finding. Federal Emergency Management Agency (FEMA) Summary Sheets for Assurances and Certifications have been obtained.</p> <p><i>Corrective Action</i></p>

**83.544 PUBLIC ASSISTANCE GRANTS (continued)****III. Federal Award Findings and Questioned Costs**

Federal Emergency Management Agency  
 N. C. Department of Crime Control and Public Safety  
 For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<p>Division of Emergency Management employees will work to ensure that Assurances and Certification forms are incorporated into each subgrantee application for the required certifications. Procedures will be established to ensure compliance with the current federal debarment and suspension regulations for all grants to subrecipients for \$100,000 or more. These procedures will be implemented prior to May 31, 2004.</p>
<p>03-SA-42      <u>Reporting:</u></p> <p>Material Weakness</p> <p>Material Noncompliance</p>	<p><u>Public Assistance Grants Progress Reports Not Submitted</u></p> <p>Quarterly Progress Reports were not submitted to the Federal Emergency Management Agency (FEMA). This condition limits FEMA's ability to monitor or review the progress of disaster projects. These reports should outline any problems or circumstances expected to result in noncompliance with the approved grant conditions.</p> <p>The Department had a policy in place to submit quarterly progress reports to FEMA. The Department explained that due to high employee turnover and the additional labor efforts required to process costs of a major disaster declared during the State fiscal year, progress reports were not submitted to FEMA. Title 44, part 206, section 204(f) of the Code of Federal Regulations states that progress reports shall be submitted by the Grantee (the Department) to the Regional Director quarterly and should describe the status of projects for which a final payment of the federal share has not been made.</p> <p><i>Recommendation:</i> The Department should submit quarterly reports for the Public Assistance Grant Program in accordance with Federal regulation.</p> <p><i>Agency Response:</i> The Department agrees with this finding. At FEMA's direction, the Division of Emergency Management submitted progress reports electronically using FEMA's National Emergency Management Information System (NEMIS). However, documented evidence of these submissions was not available for review. Only FEMA's Public Assistance staff can retrieve printed copies of quarterly reports through NEMIS.</p> <p><i>Corrective Action</i></p> <p>The Division Director has requested FEMA's Regional Director to provide documentation of the previously submitted quarterly reports. In addition, procedures will be established to provide ongoing confirmation of submitted reports. This action will be completed by March 31, 2004.</p>

**83.544 PUBLIC ASSISTANCE GRANTS** (continued)**III. Federal Award Findings and Questioned Costs**

Federal Emergency Management Agency

N. C. Department of Crime Control and Public Safety

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-43	Subrecipient <u>Monitoring:</u>	<u>Inadequate Tracking of Subrecipient Audit Reports</u>
	Material Weakness	As disclosed during the prior year audit, the Department did not have adequate and reliable controls to ensure the tracking and receipt of subrecipient audit reports for the Public Assistance Grants and the Hazard Mitigation Grant. This condition limits the Department's ability to ensure that funds granted to subrecipients are expended in accordance with grant requirements. OMB Circular A-133 requirements state, in part, that the pass-through entity (the Department) is responsible for ensuring required audits are performed and that the subrecipient takes timely and appropriate corrective action on any audit findings.
	Material Noncompliance	
		Our review of the Department's system of tracking subrecipient audit reports during our 2003 audit revealed the following.
		<ul style="list-style-type: none"> <li>• The Department had not received audit reports from any of the twenty-eight subrecipients of the Public Assistance Grants. After we brought this to the Department's attention, a letter was sent requesting that the audits be submitted.</li> <li>• The Department had not received audit reports from ten of sixteen subrecipients of the Hazard Mitigation Grant.</li> </ul>
		<i>Recommendation:</i> The Department should develop and implement a complete tracking system to ensure that all required subrecipient reporting packages are received and reviewed in a timely manner. In addition, a management decision should be issued on audit findings within six months of receipt of the audit report.
		<i>Agency Response:</i> The Department agrees with this finding. On March 9, 2003, the North Carolina Division of Emergency Management hired a Governmental Accounts Auditor who has been assigned responsibility for working with subrecipients and staff members of Public Assistance, Hazard Mitigation, and Homeland Security to ensure that all OMB Circular A-133 Single Audit Act requirements are completed in a timely manner.
		<i>Corrective Action</i> The Division of Emergency Management will correspond with subrecipients, requesting copies of their audit reports. The Governmental Accounts Auditor will review the reports for relevant findings, and a management decision will be issued on audit findings within six months of receipt of each audit report. This action will be completed by April 30, 2004.

**83.544 PUBLIC ASSISTANCE GRANTS (continued)****III. Federal Award Findings and Questioned Costs**

Federal Emergency Management Agency

N. C. Department of Transportation

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-44	Allowable Costs/Cost Principles:  Reportable Condition	<p><u>Inaccurate Labor Rates Used in Calculation of Grant Charges</u></p> <p>The Department did not have controls in place to ensure that current labor rates were used when calculating overtime labor costs charged to the Public Assistance Grant. The Department used labor rates published in August 1999 when calculating overtime labor costs applicable to the December 2003 Ice Storm. The labor rates are updated annually.</p> <p>The use of incorrect rates resulted in incorrect charges to the grant; in this instance the result was an undercharge of \$3,300.</p> <p><i>Recommendation:</i> The calculation of the costs of overtime labor has now been automated. The Department should ensure that the rates used by the accounting system are updated when new rates are published to provide for accurate calculation of grant expenditures.</p> <p><i>Agency Response:</i> Controls are now in place due to the implementation of a new accounting system and manual calculations for overtime will no longer be required.</p>
03-SA-45	Procurement and Suspension and <u>Debarment:</u>  Material Weakness  Material Noncompliance	<p><u>Required Suspension and Debarment Certifications Were Not Obtained</u></p> <p>The Department of Transportation did not obtain the required suspension and debarment certifications from some subrecipients and contractors. See finding 03-SA-31 for a description.</p>

**83.548 HAZARD MITIGATION GRANT****III. Federal Award Findings and Questioned Costs**

Federal Emergency Management Agency

N. C. Department of Crime Control and Public Safety

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-46	Cash <u>Management:</u>  Reportable Condition	<p><u>Federal Funds Not Drawn in Accordance with Agreement</u></p> <p>The Department did not comply with the agreement between the U. S. Department of the Treasury and the State of North Carolina that implemented the provisions of the federal <i>Cash Management Improvement Act (CMIA) of 1990</i>. See finding 03-SA-40 for a description.</p>
03-SA-47	Equipment and Real Property <u>Management:</u>  Reportable Condition	<p><u>Weaknesses Noted in Controls Over Fixed Assets</u></p> <p>The Division of Emergency Management did not conduct an annual inventory of fixed assets purchased with the Hazard Mitigation Grant funds as required by policies established by the Office of the State Controller. This condition increases the risk that missing or unauthorized removals of fixed assets from the Department's inventory could go undetected. Federal regulation 44 CFR 13.32 requires states to manage equipment acquired under a grant in accordance with state laws and procedures.</p> <p>In addition, one employee in the General Accounting/Accounts Payable section had access to the Fixed Asset System (FAS) that was not necessary for her job. Inappropriate access to FAS increases the risk of errors and unauthorized transactions. Although the Department had security procedures in place to review and monitor access rights, the unnecessary access was not detected.</p> <p><i>Recommendation:</i> The Division should follow established policies and conduct a fixed assets inventory at least annually. In addition, the Department should review and monitor general controls over the access level provided to employees. Access should be limited to employees on a need-to-use basis.</p> <p><i>Agency Response:</i> The Department agrees with this finding. While the Division conducted physical inventories, the inventory count sheets and results were not forwarded to the Department for review, approval and adjustment of financial records, as necessary.</p> <p><i>Corrective Action</i> Documented results of completed physical inventories will be submitted to the Department no later than April 5, 2004. The Division will ensure that State and Departmental policies requiring the completion and submission of annual physical inventories are followed. All improper access to the Fixed Asset System has been corrected, and procedures have been implemented to routinely review for proper limits on system access.</p>

**83.548 HAZARD MITIGATION GRANT (continued)****III. Federal Award Findings and Questioned Costs**

Federal Emergency Management Agency

N. C. Department of Crime Control and Public Safety

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-48	Procurement and Suspension and Debarment:  Material Weakness  Material Noncompliance	<u>Required Debarment Certifications Not Obtained</u>  The Department did not obtain the required debarment certifications from any subrecipients reviewed or any contractors that received an award greater than \$100,000 in the Public Assistance Grants and Hazard Mitigation Grant. See finding 03-SA-41 for a description.
03-SA-49	<u>Reporting:</u>  Reportable Condition	<u>Financial Status Reports Not in Agreement With Accounting Records</u>  Errors were noted in two of the Financial Status Reports submitted by the Department for the quarter ending June 30, 2003. These errors may reduce the usefulness of the data to federal funding sources. The following errors were noted. <ul style="list-style-type: none"> <li>• The total outlays, recipient share, and federal share reported for one disaster did not agree to the accounting records. The amounts reported exceeded the amounts recorded in the accounting records by \$592,639, \$548,496 and \$44,143, respectively. When reporting the federal share, the Department used the amount of federal funds received, as shown in the federal draw down system, instead of using the amount recorded in the accounting records. No explanations were given for the differences for the total outlays and recipient share.</li> <li>• The other report understated total outlays by \$429,912 and understated the recipient share by \$429,981. Expenditures for one reporting center were erroneously omitted from the report, and other miscalculations were made.</li> </ul> <p>The detail costs from the Grants Status Report subsidiary records are combined with other costs from the North Carolina Accounting System (NCAS) to prepare the quarterly Financial Status Reports. The Department did not maintain an adequate audit trail to allow amounts reported to be traced back to the accounting records. The Department did not perform an adequate reconciliation of the Grants Status Report subsidiary records to the amounts recorded in NCAS.</p> <p>Title 44, part 13, section 20(b) of the Code of Federal Regulations states accurate, current, and complete disclosure of the financial results of financially assisted activities must be made in accordance with the financial reporting requirements and grantees must maintain records, which adequately identify</p>



**83.548 HAZARD MITIGATION GRANT (continued)****III. Federal Award Findings and Questioned Costs**

Federal Emergency Management Agency  
 N. C. Department of Crime Control and Public Safety  
 For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
		<p>the source and application of funds provided for financially assisted activities.</p> <p><i>Recommendation:</i> The Department should reconcile all subsidiary records to NCAS on a monthly basis. The Department's accounting system should capture grant transactions in a manner sufficient to readily record, summarize, and report the necessary information required on the Financial Status Reports. The Department should ensure that amounts reported on the quarterly Financial Status Reports are supported by the financial records.</p> <p><i>Agency Response:</i> The Department agrees with this finding. Procedures will be established to ensure that Financial Status Reports are accurate and reported in accordance with federal financial reporting requirements.</p> <p><i>Corrective Action</i>          By May 31, 2004, the Department will modify the NCAS coding structure, where appropriate, to allow for adequate reconciliation of status report subsidiary records and the NCAS records.</p>
03-SA-50	Subrecipient <u>Monitoring:</u> Material Weakness Material Noncompliance	<p><u>Inadequate Tracking of Subrecipient Audit Reports</u></p> <p>As disclosed during the prior year audit, the Department did not have adequate and reliable controls to ensure the tracking and receipt of subrecipient audit reports for the Public Assistance Grants and the Hazard Mitigation Grant. See finding 03-SA-43 for a description.</p>

**84.048 VOCATIONAL EDUCATION – BASIC GRANTS TO STATES****III. Federal Award Findings and Questioned Costs**

U. S. Department of Education

N. C. Community College System

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs		Findings and Recommendations
03-SA-51	Allowable Costs/Cost Principles:  Reportable Condition	<p><u>Inappropriate Access to Critical NCAS Screens</u></p> <p>Our review of the Department's electronic data processing and general controls revealed that six employees had inappropriate access to critical North Carolina Accounting System (NCAS) screens that were not necessary for their jobs.</p> <p>Inappropriate access to NCAS screens increases the likelihood of errors and unauthorized transactions. During the course of our fieldwork, we advised the Department of these weaknesses. The Department immediately responded and appropriate corrective action was taken by December 12, 2003.</p> <p><i>Recommendation:</i> The Department should continue to review and monitor the access level provided to employees. Access should be limited to employees on a need-to-use basis.</p> <p><i>Agency Response:</i> The Department will review and monitor access levels provided to employees and limit access on a need-to-use basis. Corrective Action was completed on December 12, 2003.</p>
03-SA-52	Allowable Costs/Cost Principles:  Reportable Condition	<p><u>Weaknesses Noted in Program Change Control Procedures</u></p> <p>The Department did not have adequate controls in place over program changes in the College Data Accounting System Application. If program modifications are required, the programmer makes the changes and also places them into production. Although, there are some program change review procedures in place, they do not prohibit the programmer from entering unauthorized transactions and making modifications at any time during the year that could alter the program from its original intent. Current review procedures may not detect these changes.</p> <p><i>Recommendation:</i> The Department should adequately segregate duties to ensure that programmers do not have access to put changes into production or compensating controls should be implemented to ensure that only authorized transactions are entered into the system.</p> <p><i>Agency Response:</i> Hiring the staff to accomplish Quality Assurance and Configuration Management will relieve the staff programmers from being responsible for all three functions. This will ensure the controls are in place as required by the auditors. Corrective Action will be completed six months after the completion of the hiring of the Quality Assurance Team.</p>

**84.048 VOCATIONAL EDUCATION – BASIC GRANTS TO STATES (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Education

N. C. Department of Public Instruction

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-53	<p>Allowable Costs/Cost Principles:</p> <p>Reportable Condition</p> <p>Questioned Cost Finding</p> <p>\$96</p>	<p><u>Disbursements Not Adequately Supported</u></p> <p>The Department did not consistently follow prescribed procedures when processing cash disbursements for the Vocational Education – Basic Grants to States Program. The Department was unable to locate supporting documentation for two of the thirty-nine disbursements tested. The risk of inappropriate disbursements increases when payments are processed without proper documentation.</p> <p>In order for costs to be allowable under federal awards, OMB Circular A-87 requires costs to be adequately documented. Since projected questioned costs would likely exceed \$10,000, we question \$96, the amount of the disbursements in our test that was not supported by documentation.</p> <p><i>Recommendation:</i> The Department should adhere to prescribed procedures and federal regulations when processing cash disbursements.</p> <p><i>Agency Response:</i> We are in agreement with this finding. We will continue to search for the missing documentation. Our procedures for processing cash disbursements including filing procedures for cancelled invoices will be reviewed and strengthened as needed.</p>
03-SA-54	<p>Matching, Level of Effort, Earmarking:</p> <p>Reportable Condition</p> <p>Questioned Cost Finding</p> <p>\$369,238</p>	<p><u>Level of Effort Not Maintained for State Administration</u></p> <p>The Department did not have controls in place to ensure that the required level of effort was maintained for state administration for the Vocational Education – Basic Grants to States Program. Our test of the 2000 federal grant award, that ended September 30, 2002, revealed that the Department provided \$369,238 less for state administration in state fiscal year 2001 than it provided in state fiscal year 2000. Since the State did not meet the required level of effort, we question the \$369,238.</p> <p>The Carl D. Perkins Vocational and Applied Technology Education Amendments of 1998, requires states to provide an amount for state administration from a non-federal source, which is not less than the amount provided from a non-federal source in the previous year.</p> <p><i>Recommendation:</i> The Department should establish controls to ensure that the required level of effort for state administration is maintained.</p> <p><i>Agency Response:</i> Technically, we are in agreement with the finding; however, we disagree that it should be considered an exception due to the</p>

**84.048 VOCATIONAL EDUCATION – BASIC GRANTS TO STATES (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Education

N. C. Department of Public Instruction

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
		<p>following reason. During the 1995 reorganization of DPI, House Bill 230, Section 15.11 reassigned the function providing overall leadership, coordination, and structure for agricultural education programs and Future Farmers of America activities in public schools to North Carolina State University (NCSU). During fiscal years 1995 through 2000, NCSU provided to DPI the amount of state funds spent for this function, and DPI included that amount when reporting the total administration expenditures for maintaining the level of effort. In fiscal year 2001, NCSU advised DPI they were using these expenditures to meet matching requirements for other fund sources and, therefore, DPI could no longer include them to meet the level of effort requirement. Without NCSU's expenditures, the level of effort as reported for 2000 could not be maintained. However, it should be noted that the level of effort by DPI in 2001 did in fact increase from 2000 by 2.8% and has actually increased 36% since 2000 although the overall state appropriation for DPI has decreased 7% during this same period.</p>
03-SA-55	Period of Availability of Federal Funds:  Reportable Condition	<p><u>Reallocations to Local Education Agencies (LEAs) Not Performed in Accordance With Federal Regulations</u></p> <p>The Department's method for reallocating unexpended funds was not in accordance with the Vocational Education – Basic Grants to States Program regulations. Unexpended funds totaling \$271,919 were allocated to a few of the LEAs instead of reallocating the funds to all LEAs in the formula prescribed by the federal regulations.</p> <p>The Carl D. Perkins Vocational and Applied Technology Education Amendments of 1998, requires unexpended funds within the academic year to be returned to the State for redistribution in that same year. If the funds are returned late in the year they may be retained by the State for distribution in combination with amounts provided for the following academic year. Allocations are based on factors such as low income population and population in the school district.</p> <p><i>Recommendation:</i> The Department should reallocate the unexpended budgets with the new grant award to all LEAs as required by federal regulations. Also, the Department's <i>Allotment Policy Manual</i> should be updated and communications between program and fiscal personnel should be strengthened to ensure that the program is being operated in accordance with federal regulations.</p>

**84.048 VOCATIONAL EDUCATION – BASIC GRANTS TO STATES** (continued)**III. Federal Award Findings and Questioned Costs**

U. S. Department of Education

N. C. Department of Public Instruction

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
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*Agency Response:* We are in agreement with the finding. The Department will take the necessary steps to allocate unexpended funds to all LEAs as required by federal regulations. To prevent reoccurrence of this finding, the Allotment Policy Manual will be updated and communications between the program and fiscal personnel will be strengthened.

**84.063 FEDERAL PELL GRANT PROGRAM****III. Federal Award Findings and Questioned Costs**

U. S. Department of Education

N. C. Central University

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-56	Special Tests and Provisions:  Questioned Cost Finding  \$485	<p><u>Controls over Processing Student Withdrawals for Title IV Refunds – Student Financial Assistance Cluster</u></p> <p>The University did not have adequate controls over processing student withdrawals to ensure the required return of Title IV funds. The Office of Scholarships and Student Assistance relied on the enrollment status changes provided through Registration records to determine withdrawals. However, the University did not have an adequate system to ensure all student withdrawal information was included on the enrollment status change information in a timely manner. Examination of student withdrawals revealed 22 Student Financial Assistance recipients whose withdrawals were not processed by the Office of Scholarship and Student Aid. As a result, we are questioning \$24,312 [CFDA 84.063 - \$485; CFDA 84.268 - \$23,827] in unearned Title IV funds the University failed to refund.</p> <p>When a recipient of Title IV grant or loan assistance withdraws from an institution, the institution must determine the amount of Title IV aid earned by the student as of the withdrawal date. If the total amount of Title IV assistance earned by the student is less than the amount disbursed to the student or on his behalf, the difference must be returned to the Title IV programs. Federal regulation 34 CFR 668.22 requires returns of Title IV funds be deposited to the Student Financial Assistance accounts or returned to the appropriate lender within 30 days after the date the institution determines that the student withdrew.</p> <p><i>Recommendation:</i> The University should improve its controls over student withdrawal processing to ensure that all student withdrawals are identified and required Title IV refunds are prepared. We recommend the University refund the unearned Title IV funds the University failed to return.</p> <p><i>Agency Response:</i> The University concurs with the audit finding. One hundred percent (100%) of the withdrawals were audited and 22 errors were found. A thorough review of the withdrawal process was initiated and the University recognized that the withdrawal process needed to be streamlined. Students were previously responsible for delivering withdrawal cards to key offices and often times missed the most critical office, the Registrar's Office.</p> <p>The Vice Chancellor for Student Affairs enhanced the process by designating one point of contact for withdrawals. The new process has been simplified by allowing students to complete a withdrawal form in the Dean of Students Office, which finalizes the withdrawal process for the student. The Dean of Students will be responsible for delivering withdrawal forms to pertinent offices such as the Registrar, Scholarships and Student Aid, Federal Loans, and</p>

**84.063 FEDERAL PELL GRANT PROGRAM (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Education

N. C. Central University

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<p>Academic Affairs. We believe this change will significantly improve the withdrawal process and allow the University to capture all withdrawals.</p> <p>In addition to revising the withdrawal process, the University has hired a Registrar who has implemented specific procedures for processing of withdrawals. The Registrar's Office experienced vacancies in three critical positions during this timeframe (Registrar, Associate, and Assistant). With adequate staffing in the Registrar's Office and streamlining of the withdrawal process, we feel confident that this process will improve.</p> <p>The unearned Title IV funds of \$24,312 were returned to the appropriate programs on March 1, 2004. Controls have been implemented to ensure that student withdrawals are processed within 30 days of notice as required by the Department of Education. The University shall closely monitor the withdrawal process to ensure that all students who withdraw are processed and unearned funds are returned in a timely manner to remain in compliance with federal guidelines.</p>

**84.063 FEDERAL PELL GRANT PROGRAM (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Education

Randolph Community College

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-57	<u>Eligibility:</u>  Questioned Cost Finding  \$2,312	<p><u>Federal Pell Grant Overawards</u></p> <p>We randomly selected a sample of 39 students from the U. S. Department of Education 2002-03 Federal Pell Grant Program Pell Processed Disbursements List YTD. This sample of 39 students tested \$85,316 for eligibility and proper disbursements.</p> <p>Four students were overawarded Federal Pell Grant. Three of the overawards occurred when the calculation for Federal Pell Grant was not performed properly using the cost of attendance, expected family contribution and student budget. One student was overawarded when provisions of the satisfactory academic progress policy were not met. The overawards totaled \$2,312 or 3% of the dollars tested. Given that the previous finding noted the lack of reconciliation procedures, we cannot determine the estimated amount of error in the population.</p> <p><i>Recommendation:</i> We recommend that each award for Federal Pell Grant be made in accordance to the provisions for eligibility provided in OMB Circular A-133 Compliance Supplement. The calculation of Federal Pell Grant awards should be performed using the proper cost of attendance, expected family contribution and student budget.</p> <p><i>Agency Response:</i> Each student record is being evaluated for potential overaward or overpayment. At the conclusion of the review, a schedule of any and all such overawards or overpayments requiring resolution will be prepared and resolved according to Federal procedures.</p>
03-SA-58	<u>Period of Availability of Federal Funds:</u>  Questioned Cost Finding  \$327,830	<p><u>Cash Drawdown From Incorrect Award Year</u></p> <p>The institution made a cash drawdown from the Grant Administration and Payment System (GAPS) from the 2002-03 Authorization which should have been drawn from the 2003-04 Authorization. The \$327,830 cash drawdown is reported in the GAPS system incorrectly.</p> <p><i>Recommendation:</i> The institution should ensure that drawdowns are made from the correct authorization year.</p> <p><i>Agency Response:</i> The Business Office has initiated corrective procedures to separate cash drawdowns to the appropriate fiscal year. This correction will be accomplished through the use of separate account numbers for differing fiscal years.</p>



**84.126 REHABILITATION SERVICES - VOCATIONAL REHABILITATION GRANTS TO STATES****III. Federal Award Findings and Questioned Costs**

U. S. Department of Education

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-59	Allowable Costs/Cost Principles: Reportable Condition Questioned Cost Finding \$11,720	<u>Basic Support Claims Not Properly Paid</u> <p>There were weaknesses in the Department's controls over the payment of basic support claims in the Rehabilitation Services - Vocational Rehabilitation Grants to States program, resulting in errors that produced overpayments of \$14,893. We are questioning the federal share of \$11,720. See finding 03-FS-11 for a description.</p>
03-SA-60	Allowable Costs/Cost Principles: Reportable Condition	<u>Improper Access to Computer Systems</u> <p>Instances were noted where former Division of Vocational Rehabilitation employees had improper access to the State's North Carolina Accounting System. See finding 03-FS-26 for a description.</p>
03-SA-61	Allowable Costs/Cost Principles: Reportable Condition Questioned Cost Finding \$186	<u>Basic Support Claims Were Not Properly Paid</u> <p>There were weaknesses in the Division's controls over the payment of basic support claims in the Rehabilitation Services – Vocational Rehabilitation Grants to States program. There were ten outpatient claims, in an examination of 210 client files, which were paid using an incorrect methodology. See finding 03-FS-27 for a description.</p>
03-SA-62	<u>Eligibility:</u> Reportable Condition	<u>Control Weaknesses Over Determination and Documentation of Client Eligibility</u> <p>There were control weaknesses related to the determination of client eligibility and financial needs in the Rehabilitation Services – Vocational Rehabilitation Grants to States program. Our examination of 210 client files revealed cases in which eligibility was not determined in a timely manner and financial needs documentation was unsigned by the client. Because of these weaknesses, the Division assumed an increased risk of paying costs related to ineligible participants.</p> <ul style="list-style-type: none"> <li>• Required eligibility extension forms were not obtained or were not obtained in a timely manner for four clients. Federal regulation 34 CFR 361.41 and the Division's internal policies manual require that the eligibility extension forms be filed if eligibility cannot be determined within 60 days.</li> </ul>

## 84.126 REHABILITATION SERVICES - VOCATIONAL REHABILITATION GRANTS TO STATES (continued)

### III. Federal Award Findings and Questioned Costs

U. S. Department of Education

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<p>If a decision regarding eligibility was not made within the agreed-upon extension, then another agreement must be issued to the client. Since clients were later determined eligible, there are no questioned costs.</p> <ul style="list-style-type: none"> <li>One client did not sign the Financial Needs form (Form DVR-0116). Section 1-13 of the internal policies manual requires that clients sign forms to either affirm their participation in completing the form or to document that they received copies of the documents from the counselor.</li> </ul> <p><i>Recommendation:</i> The Division should strengthen internal controls to ensure that the eligibility extension forms are obtained when required and the client, when required, signs all information and forms.</p> <p><i>Agency Response:</i> The Department concurs with the finding. In three of the four samples in which the eligibility extension forms were obtained but were extended beyond the projected date, the individuals were made eligible for services. In one sample, the individual's case was closed after rescheduling appointments numerous times and not being able to get the individual in to complete the eligibility process. This is related to the calculation provided by the case management system in "tickler" for eligibility determination. This time calculation has already been corrected. In the one sample, with an unsigned DVR-1006, the individual was eligible and services were provided. The lack of signature was an error.</p> <p>Corrective action planned for both timeliness of eligibility decisions and completion of the DVR-0116 will include:</p> <ul style="list-style-type: none"> <li>Review of policy for needed changes to strengthen understanding and practice</li> <li>Training at the state, regional and unit office level.</li> <li>Review of policy and orientation for new counselors.</li> </ul> <p>A statewide training and review plan will be utilized along with a status report to be completed, as each office is trained and individual situations corrected.</p>

**84.268 FEDERAL DIRECT STUDENT LOANS****III. Federal Award Findings and Questioned Costs**

U. S. Department of Education

N. C. Central University

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-63	Special Tests and Provisions:  Questioned Cost Finding  \$23,827	<u>Controls over Processing Student Withdrawals for Title IV Refunds – Student Financial Assistance Cluster</u>  The University did not have adequate controls over processing student withdrawals to ensure the required return of Title IV funds. See finding 03-SA-56 for a description.

**84.307 NATIONAL INSTITUTE ON EARLY CHILDHOOD DEVELOPMENT AND EDUCATION****III. Federal Award Findings and Questioned Costs**

U. S. Department of Education

University of North Carolina at Chapel Hill

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-64	Subrecipient <u>Monitoring:</u>  Reportable Condition	<u>Tracking of Subrecipient Audit Reports – Research and Development Cluster</u>  The University did not have adequate controls to ensure the tracking and receipt of subrecipient audit reports for the Research and Development Cluster. See finding 03-SA-29 for a description.

**93.000 U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES – RESEARCH AND DEVELOPMENT CLUSTER****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

University of North Carolina at Chapel Hill

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-65	Subrecipient <u>Monitoring:</u>  Reportable Condition	<u>Tracking of Subrecipient Audit Reports – Research and Development Cluster</u>  The University did not have adequate controls to ensure the tracking and receipt of subrecipient audit reports for the Research and Development Cluster. See finding 03-SA-29 for a description.

**93.107 MODEL STATE SUPPORTED AREA HEALTH EDUCATION CENTERS****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

University of North Carolina at Chapel Hill

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-66	Subrecipient <u>Monitoring:</u>  Reportable Condition	<u>Tracking of Subrecipient Audit Reports – Research and Development Cluster</u>  The University did not have adequate controls to ensure the tracking and receipt of subrecipient audit reports for the Research and Development Cluster. See finding 03-SA-29 for a description.

**93.393    CANCER CAUSE AND PREVENTION RESEARCH****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

University of North Carolina at Chapel Hill

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-67	Subrecipient <u>Monitoring:</u>  Reportable Condition	<u>Tracking of Subrecipient Audit Reports – Research and Development Cluster</u>  The University did not have adequate controls to ensure the tracking and receipt of subrecipient audit reports for the Research and Development Cluster. See finding 03-SA-29 for a description.

**93.399    CANCER CONTROL****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

University of North Carolina at Chapel Hill

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-68	Subrecipient <u>Monitoring:</u>  Reportable Condition	<u>Tracking of Subrecipient Audit Reports – Research and Development Cluster</u>  The University did not have adequate controls to ensure the tracking and receipt of subrecipient audit reports for the Research and Development Cluster. See finding 03-SA-29 for a description.



**93.558 TEMPORARY ASSISTANCE FOR NEEDY FAMILIES****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-69	Allowable Costs/Cost Principles:  Reportable Condition	<p><u>Cost Allocation Plans Not Submitted for Approval in a Timely Manner</u></p> <p>Amendments to the cost allocation plans for two of the Department's divisions were not submitted for approval in a timely manner. See finding 03-SA-3 for a description.</p>
03-SA-70	Allowable Costs/Cost Principles:  Reportable Condition	<p><u>Tentative Settlement Reports Not Finalized in a Timely Manner</u></p> <p>The Tentative Settlement Reports for three Mental Health Centers reported significant unearned amounts and were not finalized as of February 2004 for fiscal year 2002. Because of period of availability regulations, the Department is exposing itself to the risks that the unearned amounts will eventually be deemed unallowable if the settlement reports are not finalized during 2004.</p> <p>The Department has no written established timeframes for the final settlement of the reports. The Tentative Settlement Reports are a vital link to the settlement of the funds between the State and the Area Mental Health programs. Three major federal programs were affected by this condition:</p> <ul style="list-style-type: none"> <li>• Temporary Assistance for Needy Families</li> <li>• Social Services Block Grant</li> <li>• Substance Abuse Prevention and Treatment Block Grant</li> </ul> <p>Adequate internal control dictates that the Tentative Settlement Reports between the State and the Area Mental Health Programs be completed on a timely basis.</p> <p><i>Recommendation:</i> The Department should develop timeframes for the finalization of Tentative Settlement Reports. Reports should be finalized in a timely manner to ensure that funds will be expended in accordance with rules and regulations.</p> <p><i>Agency Response:</i> The Department concurs with the finding and agrees with the recommendation. The completion of the Tentative Settlement Reports (TSR) involves receiving and processing information from other DHHS agencies and entities outside of the Department. The Department will work with these agencies and entities to develop procedures that will allow TSRs to be completed on a timely basis. Federal Grant adjustments, if necessary, will</p>

**93.558 TEMPORARY ASSISTANCE FOR NEEDY FAMILIES (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
		be appropriately applied upon final settlement of the identified Area Programs' TSRs.
03-SA-71	<u>Eligibility:</u>  Questioned Cost Finding  \$78,000	<p data-bbox="535 682 1055 714"><u>Documentation Lacking in TANF Case Files</u></p> <p data-bbox="535 745 1469 924">North Carolina grants Temporary Assistance to Needy Families (TANF) funds to the counties as part of the Work First County Block Grant. Each county is responsible for ensuring that only eligible families are approved for Work First. The CPAs performing the county audits tested 1,339 case files for the TANF Program and found deficiencies in twelve cases. The findings are summarized below.</p> <ul data-bbox="535 955 1469 1365" style="list-style-type: none"> <li data-bbox="535 955 1469 1050">• In three case files there was no indication that the collateral was verified. In one file, it was indicated that an attempt was unsuccessfully made, but there was no other follow-up documented.</li> <li data-bbox="535 1081 1469 1270">• Seven case files did not include the required documentation. Specifically, this included three files that did not include the Mutual Responsibility Agreement, two files that did not include the DSS-8213 Addendum, one file that did not include the Mutual Responsibility Agreement or the DSS-8213 Addendum, and one file that did not include the required State budget printout.</li> <li data-bbox="535 1302 1469 1365">• One case file was not located to determine if a review assessment was documented.</li> </ul> <p data-bbox="535 1396 1469 1522">In addition, an investigation by one county department of social services and law enforcement officials revealed that \$78,000 was paid to one individual, over a seven year period, who was not eligible for assistance. This was the result of fraud by one employee in the program. This amount is questioned.</p> <p data-bbox="535 1554 1469 1669"><i>Recommendation:</i> The local government auditors recommended that a process be implemented to ensure that the case files are complete and contain all the required documentation. Also, procedures should be developed to verify that individuals are eligible for the program.</p> <p data-bbox="535 1701 1469 1734"><i>Agency Response:</i> The counties that were impacted agreed with the findings.</p>

**93.558 TEMPORARY ASSISTANCE FOR NEEDY FAMILIES (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-72	Subrecipient <u>Monitoring:</u>  Reportable Condition	<p data-bbox="537 554 1468 617"><u>Monitoring Procedures In the Temporary Assistance for Needy Families Program Contained Weaknesses</u></p> <p data-bbox="537 648 1468 890">Monitoring procedures in the Temporary Assistance for Needy Families Program are not sufficiently designed to ensure that cases identified as “non-cooperative” with child support requirements are properly sanctioned. A penalty could be imposed on the State by the federal government for failure to enforce penalties on recipients who fail to cooperate with child support requirements. In a sample of 24 cases identified as non-cooperative, five cases were not sanctioned properly. Controls were not in place to ascertain if the caseworker had reviewed the case.</p> <p data-bbox="537 926 1468 1142">Title 45 of the Code of Federal Regulations Part 92.40 requires grantees to monitor grant and subgrant activities to ensure compliance with Federal requirements and to ensure performance goals are being achieved. A reduction or elimination of assistance is required by 42 USC 608(a)(2) for recipient non-cooperation in establishing paternity or obtaining child support. Title 45 CFR 264.31 allows a reduction in the state’s State Family Assistance Grant for failure to enforce penalties against recipients.</p> <p data-bbox="537 1173 1468 1236"><i>Recommendation:</i> The Division should implement procedures to ensure sanctions are imposed and resolved timely.</p> <p data-bbox="537 1268 1468 1785"><i>Agency Response:</i> The Department concurs with the finding. Beginning in August 2003, the Work First Representatives, who were responsible for Work First monitoring for the first half of the 2003-2004 fiscal year, pulled cases from the DHREJ NON-COOP WITHOUT A IVD SANCTION report to supplement their monitoring process and identify specific cases where the Work First recipient has not cooperated with Child Support Enforcement. Work First Monitoring tools were also modified to reflect whether or not cases pulled for monitoring from other sources had also been required to apply a IVD Non-Coop sanction, and whether the requested sanction was applied appropriately. With the modification of the Work First Monitoring tools, the modification of the Work First Monitoring Plan, and the hiring of two Work First Program Compliance Monitors who have assumed the responsibility of monitoring the Work First Program, the Division of Social Services, Family Support and Child Welfare Section, believes that the TANF monitoring procedures are now sufficiently reinforced and implemented to ensure that cases identified as non-cooperative with Child Support requirements are properly monitored for IVD sanctions and that sanctions are imposed or resolved timely.</p>

**93.563 CHILD SUPPORT ENFORCEMENT****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-73	Allowable Costs/Cost Principles:  Reportable Condition	<u>Cost Allocation Plans Not Submitted for Approval in a Timely Manner</u>  Amendments to the cost allocation plans for two of the Department's divisions were not submitted for approval in a timely manner. See finding 03-SA-3 for a description.
03-SA-74	Equipment and Real Property Management:  Reportable Condition	<u>Fixed Asset Records Incomplete/Inaccurate</u>  Weaknesses were noted in the Department's controls over fixed asset records. The Department failed to update in a timely manner the fixed asset records for equipment purchased during the fiscal year. In addition, the asset listing did not contain all pertinent fixed asset information, such as the permanent fixed asset number, description, and serial number of the item. See finding 03-FS-12 for a description.
03-SA-75	Equipment and Real Property Management:  Reportable Condition	<u>Weaknesses in Control Over Physical Inventory of Fixed Assets</u>  Weaknesses were noted in the Division's internal control over physical inventory of fixed assets, which could lead to loss, damage, or theft of equipment. See finding 03-FS-15 for a description.
03-SA-76	Special Tests and Provisions:  Material Weakness  Material Noncompliance	<u>Appropriate Action Not Taken in Child Support Cases</u>  The Division of Social Services failed to take appropriate action or failed to take the required action in the established periods for a number of child support cases. These failures exceeded the 25% error rate used by the federal government to determine substantial compliance with child support requirements.  Our prior audit of the Child Support Enforcement program disclosed weaknesses in the Division's system of managing and bringing enforcement actions related to child support cases; our current audit indicated no improvement in this system. We noted cases in which appropriate or timely enforcement action was not always taken. According to Division personnel, unfilled vacant positions and large caseloads contributed to the numerous errors noted. (All cases tested originated from State operated offices.)  a. Paternity was not established within the required period for 30 of the 40 cases tested in "paternity status," a 75% error rate. Actions contributing to the noncompliance included failure to "serve process" within the required period, failure to take action with non-custodian parent's address or

**93.563 CHILD SUPPORT ENFORCEMENT** (continued)**III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<p>employer information, failure to take action on successful "locate matches," or failure to take any action on the case within the required period.</p> <p>b. A support obligation was not established or no attempt was made to establish a support obligation within the required period for 26 of 37 cases tested in "establishment status," a 70% error rate. Actions contributing to the noncompliance included failure to "serve process" within 90 days, failure to take the appropriate action on the case, or failure to take any action on the case.</p> <p>c. Appropriate or timely enforcement action was lacking for 18 of 30 cases tested in "delinquent status," a 60% error rate. There was no enforcement action taken for 10 of these cases. In 8 cases, the "service of process" actions were not taken within the required period. The "service of process" actions were two months to eleven months late.</p> <p>d. Appropriate enforcement action was lacking for 16 of the 42 cases tested to determine if medical support obligations had been secured or enforced, a 38% error rate. In one case, the order indicated that the custodial parent would obtain insurance but the case file indicated that neither the custodial parent nor the non-custodian parent had any insurance. In eight cases, the child had not been added to the non-custodial parent's insurance policy. In another eight cases, the child had been added to the non-custodian parent's insurance policy but it was not documented that Medicaid and the custodial parent had been notified.</p> <p>e. Appropriate action was not taken within the required period for 17 of the 35 interstate cases tested, a 49% error rate. Seven "initiating" cases were not referred to other states within the required 20 calendar days of locating the absent parent in the other state. The interstate transmittal documents were never sent to the appropriate states in eight initiating cases. In one "referring" interstate case, no action was taken after the interstate case was opened. In another "referring" interstate case, the case was not processed within the required period.</p> <p>Federal regulations require child support agencies to maintain an effective system of monitoring compliance with support obligations. The appropriate enforcement action must be taken within 30 days of identifying noncompliance. Regulations require that within 90 days of locating an absent parent the Division must establish an order for support, establish paternity, or document unsuccessful attempts to achieve the same. Federal regulations require the child support agency to petition the court for medical support and enforce the</p>

**93.563 CHILD SUPPORT ENFORCEMENT** (continued)**III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<p>health insurance coverage required by the support order. Federal regulations also require actions to be taken on interstate cases in specified time frames including referring cases to other states within 20 calendar days of locating an absent parent in the other states and providing any services necessary as a responding state.</p> <p><i>Recommendation:</i> Management should evaluate and enhance its system of internal control to ensure compliance with federal child support processing requirements.</p> <p><i>Agency Response:</i> The Department concurs with this finding. Improving performance is a primary goal of the The Child Support Enforcement (CSE) program. The audit findings will be addressed with CSE's plans for improving performance compliance scores in each of the program areas. CSE management will bring this audit finding to the attention of each Area Consultant and each local office's management.</p> <p>Crowded courtroom dockets are a major deterrent to meeting timeframes for paternity establishment, establishment of court orders and enforcement of court orders. Often, child support agents must wait many weeks to file a legal action due to courtroom dockets being filled for weeks into the future. CSE will initiate discussions and share audit findings with Chief District Court Judges in an effort to increase court days available for child support hearings. CSE is hopeful that these discussions will increase court time in some jurisdictions; however, the actual outcome is dependent on the decisions made within the court system.</p> <p>The federal Office of Child Support Enforcement (OCSE) requires CSE to submit a Self-Assessment report by March 31 of each year. OCSE requires CSE to measure the same performance compliance requirements that this audit addresses; however, OCSE focuses on "results" rather than on timeframes alone. Many cases that OCSE considers to be "action cases" because appropriate action was taken during the review period do not pass the State's audit. This year CSE completed the process of developing data warehouse programs to automate the OCSE Self-Assessment reports. This automation allows CSE to expand the Self-Assessment process to review every case for performance compliance and to generate reports quarterly in addition to annually. CSE utilizes these reports to determine performance scores for each county and for each CSE agent. It allows CSE to identify cases that need corrective action and to identify individuals and counties that require additional training. CSE will continue to utilize these reports to identify where corrective action is needed. CSE believes that this corrective action will cause improvement in performance compliance scores.</p>

**93.568 LOW-INCOME HOME ENERGY ASSISTANCE****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-77	Allowable Costs/Cost Principles:  Reportable Condition	<u>Cost Allocation Plans Not Submitted for Approval in a Timely Manner</u>  Amendments to the cost allocation plans for two of the Department's divisions were not submitted for approval in a timely manner. See finding 03-SA-3 for a description.

**93.658 FOSTER CARE - TITLE IV-E****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-78	Allowable Costs/Cost Principles:  Reportable Condition	<p><u>Cost Allocation Plans Not Submitted for Approval in a Timely Manner</u></p> <p>Amendments to the cost allocation plans for two of the Department's divisions were not submitted for approval in a timely manner. See finding 03-SA-3 for a description.</p>
03-SA-79	Allowable Costs/Cost Principles:  Reportable Condition	<p><u>Foster Care Child Maintenance Adjustments From Counties Not Processed</u></p> <p>As of February 2004, the Division of Social Services had not processed a substantial number of foster care assistance adjustments received from counties. Failure to make timely adjustments increases the risk that the Foster Care program may be charged with unallowable amounts. The adjustments are for amounts paid to child care facilities for the care of foster children.</p> <p>The employee position responsible for processing the requests has been vacant since April 2003.</p> <p><i>Recommendation:</i> The Division should process requests for adjustments received from counties in a timely manner.</p> <p><i>Agency Response:</i> The Department concurs with this finding that adjustments were not processed because the position responsible for handling the adjustments was vacant. The Division of Social Services (DSS) is working on the backlog of adjustments but does not anticipate being current until the vacant position is filled. The position responsible for this activity has been reclassified based on a new job description in order to attract qualified applicants following three unsuccessful postings. Necessary signatures were obtained for unfreeze and post authorizations. DSS expects that recruitment of qualified individuals will occur. If a qualified person applies, it is anticipated that a suitable individual can be begin employment by June 1, 2004.</p>
03-SA-80	<u>Eligibility:</u>  Reportable Condition  Questioned Cost Finding	<p><u>Foster Care Facility Rates Inaccurate</u></p> <p>As in the prior year, there were some internal control weaknesses in the Department's method of reviewing and calculating the 2002-2003 facility rates for the child caring agencies in the Foster Care program. Errors in the facility rates were not detected until after they had been applied to the foster care payment calculations for the entire year.</p> <p>In a sample of ten child caring agencies tested by us and receiving over \$700,000 in federal Foster Care funds, the Department determined and</p>



**93.658 FOSTER CARE - TITLE IV-E (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<p>applied incorrect facility rates for nine of them. The facility rates for these child caring agencies were overstated in amounts ranging from \$11 to \$712 per month for each child. The Department identified an additional thirty facility rates that were overstated and twenty-three facility rates that were understated.</p> <p>The Department has yet to apply the correct rates to determine the over and underpayments made to the child caring agencies. Although the total overpayments are unknown, we believe they are likely to exceed \$10,000 in federal Foster Care funds.</p> <p><i>Recommendation:</i> The Department should improve internal control over the facility rate setting process. The facility rate computations should be sufficiently reviewed before approved and applied to the foster care payment calculations. Additionally, the Department should determine and correct the effect of the errors made to the child care agencies. The federal share of the overpayments should be reimbursed to the Foster Care program.</p> <p><i>Agency Response:</i> The Department concurs with the finding. The Rate Setting Branch of the Controller's Office began a total review of the SFY 2002-03 rates after an audit from the prior year uncovered a procedural problem. However, the SFY 2002-03 rates were already in effect when the review began. Correct rates have been developed by Rate Setting and compared to the rates in the system. These rates have been forwarded to the Division of Social Services (DSS). DSS will determine the necessary adjustments due to overcharges for each facility and complete the process by June 2004. Both DSS and the Controller's Office have established better communication links as a result of this process.</p>
03-SA-81  Reportable Condition  Questioned Cost Finding  \$11,299	<p><u>Incorrect Facility Rates In the Foster Care Computer System</u></p> <p>As noted in the prior year, incorrect rates were entered into the Foster Care Licensing System. We identified ten child caring agencies where facility rates entered into the system did not agree with the approved facility rates for fiscal year 2002-2003. The incorrect facility rates in the system resulted in the overpayment of federal Foster Care funds of \$11,299 to two foster care facilities. The amount has been questioned.</p> <p><i>Recommendation:</i> Control procedures should be strengthened to ensure that facility rates are correctly entered into the Foster Care Licensing System. The foster care payment reports should be reviewed monthly to ensure that the</p>

**93.658 FOSTER CARE - TITLE IV-E (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<p>proper facility rates are applied to the facility's payment calculation.</p> <p>The Division should adjust or recoup funds from the facilities that were overpaid the \$11,299. In addition, the Division should determine if any overpayments were made to any other foster care facility and if overpayments are identified, they should be recouped and the federal share should be reimbursed to the Foster Care program.</p> <p><i>Agency Response:</i> The Department concurs with this finding. It is our opinion that the primary source of incorrect rates is the human error inevitable when using the current methodology. The Division of Social Services (DSS) has initiated a request to the Division of Information Resource Management to develop an automated method of rate setting. Currently, each facility for which a rate has been established requires accessing that facilities record in the Foster Care Licensing System. Approximately 4,000 to 5,000 facilities are approved each year. The development of an automated system has required detailed research into the computer code as well as a review of past payment reports by DSS and Controller staff to ensure the integrity of the system is preserved.</p> <p>Additionally, as a quality assurance methodology, DSS implemented the same procedures utilized by the state auditor for reimbursements paid for placements beginning January 1, 2004. This consists of a review of the PQA120 report and comparing the rates to the Dear County Director of Social Services letter.</p> <p>Adjustments to correct the \$11,299 in overpayments have been made. Correct rates have been developed by Rate Setting and compared to the rates in the system. These rates have been forwarded to DSS. DSS will determine the necessary adjustments for each facility and complete the process by June 2004.</p>
03-SA-82	<p><u>Eligibility:</u></p> <p>Reportable Condition</p> <p><u>Improper Access to Foster Care Computer Systems</u></p> <p>As noted in the prior audit, instances were noted where current and former Division of Social Services and county social service employees had improper access to the State's Foster Care computer systems. Improper access to computer systems can result in alteration, unauthorized use, or loss of information. The following exceptions were noted:</p> <ul style="list-style-type: none"> <li>Two former employees were listed on the security table report of the Child</li> </ul>

**93.658 FOSTER CARE - TITLE IV-E (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<p>Payment and Placement System with inquiry and add/update access.</p> <ul style="list-style-type: none"> <li>One former employee was listed on the security table report of the Foster Care Licensing System with access to all critical menus and add/update/delete/inquiry access.</li> <li>One former county user was listed on the security table report of the Foster Care Licensing System with inquiry access.</li> <li>One current county user and two child support enforcement users were listed on the security table report of the Foster Care Licensing System with improper inquiry access.</li> </ul> <p><i>Recommendation:</i> The Division should evaluate and strengthen its computer system access controls to ensure that former and unauthorized Division employees and county users are removed in a timely manner. Periodic security access reviews should be conducted to ensure that access is restricted to authorized users.</p> <p><i>Agency Response:</i> The Department concurs with this finding. All invalid access was fixed in the System by February 15, 2004. The Division of Social Services reorganized effective May 1, 2003. With this reorganization, additional resources were dedicated to the Family Support and Child Welfare services section, data management team. This team will develop, implement and maintain a systematic methodology for tracking and updating employee access to the information systems.</p>
03-SA-83  Eligibility:  Questioned Cost Finding  \$2,843	<p><u>Ineligible Payments Charged to Foster Care IV-E Program</u></p> <p>In North Carolina, each county is responsible for determining Foster Care IV-E eligibility. The CPAs performing the county audits tested 622 case files and found a deficiency in one case. In this instance, the case was determined to be funded from State Foster Home Funds. In accordance with the Foster Care Program Manual, a recipient determined to be ineligible for Title IV-E funding can receive funding under the State Foster Home Funds, but not both.</p> <p>The questioned cost in this case is \$2,843, and we believe that it is likely that questioned costs exceed \$10,000 in the population.</p> <p><i>Recommendation:</i> The local government auditor recommended that management should stress the importance of proper documentation so</p>

**93.658 FOSTER CARE - TITLE IV-E (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
		<p>accurate reimbursements are claimed.</p> <p><i>Agency Response:</i> The county agreed with the finding.</p>
03-SA-84	<p>Subrecipient Monitoring:</p> <p>Reportable Condition</p>	<p><u>Monitoring Not Performed On Vendors Responsible For Compliance Requirements</u></p> <p>As noted in the prior year, the Division of Social Services did not have a documented monitoring plan in place to ensure that fiscal and programmatic monitoring was performed on compliance requirements passed to vendors and subrecipients. As a result, three contracts, for approximately \$700,000 in Foster Care funds, were not monitored. The lack of monitoring increases the risk that unauthorized activities and/or costs by contractors may occur and go undetected. The Division was in process of developing a monitoring plan and procedures at fiscal year ended June 2003.</p> <p>OMB Circular A-133 requires that a pass-through entity monitor subrecipient activities to provide reasonable assurance that subrecipients administer federal awards in compliance with federal requirements.</p> <p><i>Recommendation:</i> The Division should continue its efforts to develop and implement a monitoring plan for vendors and subrecipients required to comply with laws and regulations governing federal awards. Monitoring activities should be documented in a format that clearly defines the procedures performed, the results obtained, and the corrective action planned when instances of noncompliance are identified.</p> <p><i>Agency Response:</i> The Division concurs with this finding. These and other contracts were reviewed in an informal manner during the audit period. A formal monitoring plan has now been established to ensure the integrity of programs and the subrecipients utilizing funding sources. This plan has been fully developed and explained to appropriate staff in this Division. Two full time positions (Program Compliance Representatives) have been identified in the Family Support and Child Welfare Section to conduct the monitoring of child welfare programs in counties and the staff in the program areas will conduct reviews of their programs. Standardized monitoring tools and instructions have or will be developed to monitor the individual program areas and related funding sources based on the existing Audit Compliance Supplements and/or contract requirements. The monitoring tools and the</p>

**93.658    FOSTER CARE - TITLE IV-E (continued)**

**III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	compliance supplements are based on applicable laws and regulations that govern each of the funding sources being monitored.
	The Family Support and Child Welfare Section will monitor contractors for compliance with both fiscal and programmatic criteria using varied methods, including desk audits, review of sub-recipient reports, site visits, case record reviews, among others.
	The specific tools for the programs identified in this audit are now being developed and technical assistance will be sought from the auditor. These tools will be used for monitoring in fiscal year 2004-2005. If a substantial non-compliance issue is found, a corrective action plan will be developed within 30 days to alleviate the areas of non-compliance.

**93.667 SOCIAL SERVICES BLOCK GRANT****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-85	Allowable Costs/Cost Principles:  Reportable Condition	<p><u>Cost Allocation Plans Not Submitted for Approval in a Timely Manner</u></p> <p>Amendments to the cost allocation plans for two of the Department's divisions were not submitted for approval in a timely manner. See finding 03-SA-3 for a description.</p>
03-SA-86	Allowable Costs/Cost Principles:  Reportable Condition	<p><u>Tentative Settlement Reports Not Finalized in a Timely Manner</u></p> <p>The Tentative Settlement Reports for three Mental Health Centers reported significant unearned amounts and were not finalized as of February 2004 for fiscal year 2002. See finding 03-SA-70 for a description.</p>
03-SA-87	Subrecipient Monitoring:  Material Weakness  Material Noncompliance	<p><u>Inadequate Monitoring of Social Services Block Grant Program</u></p> <p>The Division of Social Services' monitoring procedures were not sufficient to provide reasonable assurance that counties used Social Services Block Grant awards in compliance with grant requirements. The lack of subrecipient monitoring increases the risk that unauthorized activities and/or costs at the subrecipient level may occur and go undetected. In prior years, the Division did not perform formal on-site monitoring of Social Services Block Grant activities. However, the Division has since revised its plan to include such monitoring for a sample of subrecipients each year. The revised plan was partially implemented in fiscal 2003, focusing only on adult and family services for a small number of subrecipients.</p> <p>OMB Circular A-133 requires that a pass-through entity monitor subrecipient activities to provide reasonable assurance that subrecipients administer federal awards in compliance with federal requirements.</p> <p><i>Recommendation:</i> The Division should continue its efforts to develop and implement a monitoring process over subrecipient activities in the Social Services Block Grant program.</p> <p><i>Agency Response:</i> The Department concurs with the finding. As originally planned, in state fiscal year 2004, the Division of Social Services intends to implement its updated monitoring plan, which includes monitoring of SSBG activities and services in the child welfare program area. As of early 2004, the Division has two monitors responsible for SSBG activities and services as well as other child welfare services. Under this plan, by June 30, 2004, the Division will monitor SSBG services and activities for minors under age 18 in</p>

**93.667 SOCIAL SERVICES BLOCK GRANT (continued)****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs		Findings and Recommendations
		30 counties.
		The Division of Aging and Adult Services will continue its monitoring activities and monitor adult services and general services for adults over age 18 in 30 counties by June 30, 2004.
03-SA-88	Subrecipient Monitoring:	<u>Inadequate Subrecipient Monitoring of Social Services Block Grant (SSBG) Program</u>
	Material Weakness	The Division of Mental Health, Developmental Disabilities, and Substance Abuse Services (Division) did not perform sufficient monitoring procedures to provide reasonable assurance that subrecipients used SSBG awards for authorized purposes in compliance with grant requirements. Lack of subrecipient monitoring increases the risk that unauthorized activities and/or costs at the subrecipient level may occur and go undetected.
	Material Noncompliance	
		OMB Circular A-133 requires that pass-through entities monitor subrecipient activities to provide reasonable assurance that the subrecipient administers federal awards in compliance with federal requirements. The Division uses SSBG funds primarily to provide developmental disabilities services and communicates compliance requirements applicable to these services to subrecipients and their auditors by preparing program compliance supplements. However, the Division does not perform follow-up procedures, such as on-site monitoring, to determine whether funds are used in accordance with program requirements.
		<i>Recommendation:</i> The Division should develop and implement monitoring procedures that are sufficient to provide reasonable assurance that subrecipients use SSBG awards and other developmental disabilities funds for authorized purposes in compliance with grant requirements.
		<i>Agency Response:</i> The Division performs extensive fiscal monitoring of SSBG. The Division was involved in a major reorganization as part of Mental Health Reform effective in March 2003. One outcome is the establishment of an Accountability Section which includes staff designated specifically to monitoring. This will assist the Division in strengthening its current monitoring process to include programmatic monitoring in addition to the current financial tracking and monitoring of SSBG funds.

**93.767 STATE CHILDREN'S INSURANCE PROGRAM****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-89	<u>Eligibility:</u>  Questioned Cost Finding	<u>Documentation Lacking in State Children's Insurance Program Case Files</u>  In North Carolina, the county Department of Social Services offices process applications related to the State Children's Insurance Program. The CPAs performing the county audits tested 572 case files and found deficiencies in four cases. The findings are summarized below. <ul style="list-style-type: none"><li>• One case file did not have the notice of rights of transportation on file.</li><li>• One case file did not have verification of income on file.</li><li>• One case file did not have evidence that the on-line inquiries were performed.</li><li>• One case file did not have an application to verify eligibility.</li></ul> Benefits could be provided to ineligible recipients if the required documentation is not obtained. Even though no costs were questioned, we believe that it is likely that questioned costs exceed \$10,000 in the population.  <i>Recommendation:</i> The local government auditors recommended that a checklist be used to ensure that the case managers have all the required information in the client files.  <i>Agency Response:</i> The counties that were impacted agreed with the findings.



**93.767 STATE CHILDREN'S INSURANCE PROGRAM** (continued)**III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Teachers' and State Employee's Comprehensive Major Medical Plan

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-90	Allowable Costs/Cost Principles:  Material Weakness	<u>Inadequate Controls Over the Processing Of Financial Transactions</u>  The Plan's accounting procedures and internal control system are inadequate to effectively process the Plan's financial activity. See finding 03-FS-32 for a description.

**93.778 MEDICAL ASSISTANCE PROGRAM****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-91	Allowable Costs/Cost Principles:  Material Weakness  Material Noncompliance	<u>Final Cost-Settlements Not Performed</u>  The Division of Medical Assistance has not performed final cost-settlements for Disproportionate Share Hospital (DSH) payments to State-owned and non-state owned hospitals since 1996. The State made payments to hospitals on a prospective basis from 1997-2002 as required by the North Carolina Medicaid State Plan, but did not have controls in place to ensure that timely cost settlements were performed. See finding 03-FS-16 for a description.
03-SA-92	Allowable Costs/Cost Principles:  Material Weakness  Material Noncompliance  \$1,000,000	<u>The Division Ceded Control of the DSH and Supplemental Payment Program Which Created a Conflict of Interest</u>  The Division of Medical Assistance management created a conflict of interest when it surrendered administrative and financial control of the Medicaid DSH and Supplemental payment program (a program to compensate hospitals for the higher operating costs incurred in treating a large share of low-income and uninsured patients), also known as the Medicaid Reimbursement Initiative (MRI) program, to the largest Medicaid hospital provider and its legal representative. See finding 03-FS-17 for a description.
03-SA-93	Allowable Costs/Cost Principles:  Material Weakness	<u>Division of Medical Assistance Did Not Make Direct Payments to Providers</u>  The Division of Medical Assistance made approximately \$1.2 billion in Disproportionate Share Hospital (DSH) payments for the years 1997 through 2003 to an ineligible organization. The organization is identified as a "business agent" in an arrangement established by 41 public hospitals in the State as a mechanism to transfer DSH payments. The Division was not a party to this agreement and, more significantly, did not have a contract with this organization and therefore could not ensure that the Medicaid payments it made would be used, or otherwise satisfy its obligations, in accordance with federal and State rules and regulations.  Rather than making DSH payments directly to or under the control of Medicaid providers, the Division made the \$1.2 billion in DSH payments to the ineligible organization in violation of federal anti-assignment regulations. Federal regulation 42 CFR 447.10(a) prohibits State payments for Medicaid services to anyone other than a provider or recipient, except in specified circumstances. OMB Circular A-87 requires that for costs to be allowable they must be necessary and reasonable for proper and efficient administration of the grant program.  Failure to make Medicaid payments directly to or under the control of Medicaid

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	<p>providers may result in an ineligible person or organization converting the payment to its own use and control without the payment first passing through the control of the provider eligible to receive the payment.</p> <p>As an exception, federal regulation 42 CFR 447.10(f) allows payments to be made to a provider's business agent if payment is made "in the name of the provider." In the matter under discussion, the Division of Medical Assistance did not meet the tests of the exception.</p> <ul style="list-style-type: none"> <li>• The 41 public hospitals, in an agreement among themselves, designated representatives of three hospitals (Carolinas Medical Center, New Hanover Regional Medical Center, Cape Fear Valley Health System) to function as the "Hospital Liaison Committee." The Committee established an escrow account at a bank with 41 sub-accounts, one for each hospital. The Division of Medical Assistance makes DSH payments to the escrow account for all 41 hospitals. Then, at instructions of the Committee, the payments are transferred into the sub accounts and subsequently back to the Division (approximately 90% of the original payments from the Division are transferred back to the Division) as an intergovernmental transfer. After banking, legal, and other fees are deducted, the Committee then distributes, by bank wire transfer, all remaining balances in each hospital's sub-account to each hospital's bank account as designated in writing by each hospital.</li> <li>• The escrow agreement precludes provider control over the DSH payments. The Hospital Liaison Committee controls the escrow account and the sub-accounts, receives the DSH payments from the Division, authorizes transfers to and payment of fees from the sub-accounts, authorizes and determines the amounts of the transfers back to the Division, and finally authorizes the transfers to each individual hospital, at which point the hospitals have finally been allowed direct control over their funds. Since the providers do not control the payments, the escrow account or the sub-accounts, the DSH payments are not made in the name of the provider.</li> <li>• The escrow agreement requires the Committee to collect from the sub-accounts legal and certain other fees and pay them to Carolinas Medical Center before the payment first passes through the control of the providers. As a result, the members of the Committee act on behalf of others who have a financial interest in how much is billed and collected. Since the Committee does not act solely on behalf of the individual providers, the payments made to Carolinas Medical Center are not made in the name of the provider.</li> </ul>

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	<p><i>Recommendation:</i> In order to comply with regulations, the Division of Medical Assistance should:</p> <ul style="list-style-type: none"> <li>• Cease acquiescing to the arrangement established by the hospitals.</li> <li>• Regain direct control over the mechanism of transferring DSH payments to hospitals.</li> <li>• Make all Medicaid DSH payments directly to Medicaid providers.</li> </ul> <p><i>Agency Response:</i> Division management strongly disagrees with the report's findings because federal law permits an arrangement under which a state Medicaid agency makes Medicaid payments by wiring or otherwise paying funds to a bank that the provider has designated to receive funds, even if thereafter the bank transfers the funds between accounts at the provider's direction or at the direction of another entity that the provider has designated to act for it. See, e.g., <i>Matter of Missionary Baptist Foundation of America, Inc.</i>, 796 F.2d 752, 758-59 (5th Cir. 1986) (no violation of the anti-assignment provision where Medicaid revenues "were initially deposited in the [provider's] account in order to facilitate [its] bookkeeping procedures and then those monies immediately were removed by the bank and credited to the line of credit"). The escrow arrangement clearly did not involve any assignment of Medicaid claims or any factoring arrangement, the abuses that the relevant federal law specifically targets. See <i>Mack v. Sec'y of Dep't of HHS</i>, 1997 U.S. Claims LEXIS 57 (Ct. Fed. Cl. 1997) ("Congress only wished to obviate the 'factoring' of accounts received from Medicaid . . . . Thus, federal regulations only prohibit financial middlemen who receive payment via the discounting of claims from receiving Medicaid funds"). Accordingly, the Division believes that the report's criticisms of the DSH payment arrangement utilized in past years are invalid.</p> <p>Nevertheless, beginning with DSH payments made on March 18, 2004, for the quarters ending December 31, 2003 and March 31, 2004, the Division has ceased making DSH payments pursuant to the escrow arrangement. This change in practice already has obviated the report's recommendations that the Division cease acquiescing in the arrangement established by the hospitals, "regain direct control over the mechanism of DSH payments to hospitals," and make all Medicaid DSH payments directly to Medicaid providers. Accordingly, the final report should acknowledge that the Division has already taken steps to address and resolve the report's concerns.</p>

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03-SA-94	Allowable Costs/Cost Principles:  Material Weakness  Questioned Cost Finding  \$151,000,000	<u>Unreimbursed Uninsured Patient Cost or "Super" DSH Payments Were Made to Ineligible Hospitals</u>  Management of the Division of Medical Assistance made "super" DSH payments to hospitals that failed to meet the super DSH eligibility criteria of the Medicaid State Plan amendments for fiscal years 1997-2003. The failure by management to ensure compliance with the super DSH criteria contained in the amendments resulted in an estimated overpayment of \$240 million (State funds of \$89 million and federal share of \$151 million) to ineligible hospitals for fiscal years 1997 through 2003. The federal portion of \$151 million is questioned. See finding 03-FS-18 for a description.
03-SA-95	Allowable Costs/Cost Principles:  Material Weakness  Material Noncompliance  \$119,000,000	<u>The Division Made Excessive Medicaid Inpatient Supplemental Payments</u>  The Division knowingly did not use the most recent inpatient payment data to calculate the Medicaid inpatient cost deficits for the years 2000-2002. The Division's failure to use the most recent, and available, Medicaid inpatient payment data resulted in an inflated statement of the Medicaid inpatient cost deficit, estimated at \$345 million, and an overpayment estimated at \$190 million (State funds of \$71 million and the federal share of \$119 million), for the years 2000 through 2002. See finding 03-FS-19 for a description.
03-SA-96	Allowable Costs/Cost Principles:  Material Weakness	<u>Medicare Costs Inappropriately Included in Medicaid Cost Determination</u>  The Division of Medical Assistance has failed to adjust Medicaid reimbursement payments to nursing facilities to exclude Medicare cost. See finding 03-FS-20 for a description.
03-SA-97	Allowable Costs/Cost Principles:  Material Weakness  Material Noncompliance  \$143,000,000	<u>Failure to Adjust Interim Payment Rates Used to Calculate Payments to Hospitals</u>  The Division of Medical Assistance failed to adjust interim payment rates for hospital outpatient costs as cost data was updated. See finding 03-FS-21 for a description.

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03-SA-98	Allowable Costs/Cost Principles:  Material Weakness	<u>Duties Not Adequately Segregated</u>  The Division's Assistant Director of Financial Operations was responsible for multiple financial and program functions of the Medicaid program. This resulted in one individual having the incompatible duties of approving provider reimbursement rates, settling provider rate disputes, directing the Division's audit section, and reviewing and authorizing cost settlements. See finding 03-FS-22 for a description.
03-SA-99	Allowable Costs/Cost Principles:  Reportable Condition  Questioned Cost Finding  \$5,874	<u>Claims Payment System Has Weaknesses</u>  Our tests disclosed several weaknesses with the claims processing system. The Division failed to reconcile medical assistance payments, which represents the largest expenditure for the Department, to the Medicaid Accounting and Medicaid Management Information System subsystems. Also, certain Medicaid claims were processed incorrectly due to incorrect programming. See finding 03-FS-23 for a description.
03-SA-100	Allowable Costs/Cost Principles:  Reportable Condition	<u>The Division Lacks Written Policies and Procedures Over Implementation, Review and Reconciliation of Rate Changes</u>  The Division's Rate Setting Section and the Medical Policy Section do not have written internal policies and procedures for setting rates or for implementing, reviewing, and reconciling rate changes. See finding 03-FS-24 for a description.
03-SA-101	Allowable Costs/Cost Principles:  Material Weakness	<u>Control Environment Over Certain Fiscal Operations Was Seriously Deficient</u>  The control environment governing fiscal operations surrounding the DSH and Supplemental payment program at the Division of Medical Assistance for periods before and during the year under audit was seriously deficient. See finding 03-FS-25 for a description.
03-SA-102	Allowable Costs/Cost Principles:  Reportable Condition	<u>Cost Allocation Plans Not Submitted for Approval in a Timely Manner</u>  Amendments to the cost allocation plans for two of the Department's divisions were not submitted for approval in a timely manner. See finding 03-SA-3 for a description.

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03-SA-103	Cash <u>Management:</u>  Material Weakness  Material Noncompliance	<p data-bbox="537 554 1240 583"><u>Inadequate Documentation of Federal Drawdown Estimates</u></p> <p data-bbox="537 617 1469 861">The Department did not have adequate documentation of estimated cost calculations to support eleven drawdowns of federal funds. The Department does not use the method prescribed in the Treasury-State Agreement, nor does it have an approved and formally documented method, for computing federal drawdown estimates. According to the approved Treasury-State Agreement between the U.S. Department of Treasury and the State of North Carolina, estimates should be based on actual expenditures for the prior three months.</p> <p data-bbox="537 894 1469 1020">The Department uses historical payments from prior years, adds an inflationary factor, and makes adjustments based on communication with the Division's budget office to compute the drawdown estimate. Adjustments supplied by the Division's budget office were not supported.</p> <p data-bbox="537 1054 1469 1205">The lack of documentation and the Department's method of estimating drawdowns cause it to be out of compliance with the Treasury-State Agreement. Also, this deficiency may lead to the Department's drawing of federal funds in excess of its needs and federal funds held for more than three business days.</p> <p data-bbox="537 1239 1469 1482"><i>Recommendation:</i> The Department should implement procedures to maintain supporting documentation for all draws of federal funds. The Department should use the approved process for estimating the federal funds needed or develop a process for this estimation and gain approval from the U.S. Department of Treasury. The method should be one that computes estimates close to the actual anticipated expenditures in an effort to prevent excessive balances being held and to ensure compliance with the Treasury-State Agreement.</p> <p data-bbox="537 1516 1469 1875"><i>Agency Response:</i> The Department concurs with this finding. The Department reviewed prior agreements between the U.S. Department of Treasury and the State of North Carolina implementing the provisions of the federal Cash Management Improvement Act of 1990 and determined that prior to 2003, there were no instructions in the agreement which indicated how estimates for the drawing of federal funds were to be done. We will review our current draw procedure based upon the new criteria and will develop a written procedure for future draws. This new procedure will be developed and utilized by the end of May 2004. Our current procedure has been based on using historical data for the same timeframe from prior years and adding an inflationary figure and then discussing the projected draw with the DMA budget office. We document the amount of the draw on a Checkwrite History</p>

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	<p>Schedule and include notes for any variance from this figure (for example, if program funds are over/under drawn and the amount of the EDS draw is adjusted.) The amount of federal funds on-hand is constantly monitored by the Controller's Office. The CMIA Worksheet, updated daily, reflects the amount of expenditures and revenues for Program and Administrative funds. If we are excessively over/under drawn, an adjustment is made as a result of that review.</p>
<p>03-SA-104    <u>Eligibility:</u></p> <p>Questioned Cost Finding</p>	<p><u>Documentation Lacking in Medicaid Case Files</u></p> <p>In North Carolina, each county determines eligibility for Medicaid benefits. The CPAs performing the county audits tested 2,948 case files for Medicaid recipients and found deficiencies in 28 cases. The findings are summarized below.</p> <ul style="list-style-type: none"> <li>• Five files did not contain the DMA 5046, Notice of Rights to Transportation Assistance.</li> <li>• Three files did not contain a signed application in the client folder.</li> <li>• Four files did not contain all required forms.</li> <li>• In one county, the auditor found sixteen instances where transportation costs for eligible users were not being invoiced in a timely manner.</li> </ul> <p>Benefits could be provided to ineligible recipients if the required documentation is not obtained. Even though no costs were questioned, we believe that it is likely that questioned costs exceed \$10,000 in the population.</p> <p><i>Recommendation:</i> The local government auditors recommended that the counties implement a process to ensure that Medicaid recipients' files are complete. Also, an improved system needs to be developed that captures transportation costs for all the eligible users so the proper amounts are being invoiced in a timely manner.</p> <p><i>Agency Response:</i> The counties that were impacted agreed with the findings.</p>



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03-SA-105	Special Tests and Provisions:  Material Weakness  Material Noncompliance	<p><u>Required Disclosures Not Obtained at Enrollment of Providers and Lack of Controls in the Provider Eligibility Enrollment Process</u></p> <p>The Division of Medical Assistance failed to collect all required information from provider-applicants when they were enrolled into the Medicaid program and collected federal matching funds for these providers contrary to what is permitted in the regulations. The Division lacks the type of internal control policies and procedures needed to identify and exclude ineligible providers from participating in the Medicaid program.</p> <p><u>Required Information Not Collected at Enrollment of Providers</u></p> <p>We reviewed 62 different types of provider enrollment packages to determine whether the Division requested the required disclosures at enrollment of providers into the Medicaid program. Each enrollment packet was tailored to the type of provider and various forms were included in each packet. The results of this test work revealed that not all disclosures required by 42 CFR 455.104 through .106 are being requested. The enrollment packages for 39 out of the 62 types of providers did not require the provider-applicant to disclose the name and address of each person who has ownership or controlling interest, or who is an agent or managing employee, of the provider or to disclose related party arrangements. These 39 types of providers were paid an estimated \$3.86 billion this fiscal year, including matching federal funds, despite 42 CFR 455.104 which requires that a provider not be approved if the provider fails to disclose ownership and which states that federal match is not available for payments to providers that fail to disclose the required information.</p> <p><u>System of Enrollment of Providers Has Design Flaws</u></p> <p>A review of the Division's system for enrolling providers, which includes all providers other than practitioners, revealed several deficiencies. The Division:</p> <ul style="list-style-type: none"> <li>• as previously discussed, failed to collect ownership and controlling interest information from provider-applicants. Additionally, it does not require providers to disclose related party arrangements and does not require that providers disclose whether they had ever been convicted of a criminal offense as required by 42 CFR 455, and does not require an application for enrollment into the program from all providers.</li> <li>• does not require providers to periodically re-enroll in order to detect changes in eligibility status;</li> <li>• requests a copy of the provider's license, but does not verify with the</li> </ul>

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	<p>appropriate licensing organizations/boards that the license is valid; and</p> <ul style="list-style-type: none"> <li>• does not conduct background checks on providers before admission to the program to ensure ineligible providers are not admitted.</li> </ul> <p>Blue Cross and Blue Shield of North Carolina is responsible for the enrollment of practitioners as Medicaid providers for North Carolina. The Division has not conducted any monitoring of Blue Cross to ensure compliance with its contract and to ensure that the enrollment process Blue Cross uses complies with rules and regulations.</p> <p>These inadequate controls increased the risk of improper payments to ineligible providers or payments not adequately documented or evidencing compliance with the regulations. For instance, in testing a sample of 30 provider files for required disclosures, our testing revealed 13 instances of provider eligibility errors that related to the lack of documentation:</p> <ul style="list-style-type: none"> <li>• Eleven provider files lacked evidence of the disclosures required by 42 CFR 455 related to ownership and controlling interest and convictions for a criminal offense.</li> <li>• One provider file did not have evidence of the required license for the applicable provider type.</li> <li>• One provider application was processed without the provider's signature.</li> </ul> <p>The lack of adequate internal control policies and procedures increases the risk that Medicaid funds will be inappropriately paid to unqualified or unscrupulous providers.</p> <p><i>Recommendation:</i> Management should consider a standard application to be completed by all providers to ensure that all of the disclosures required by 42 CFR 455 are provided. Additionally, management should consider other disclosure information that would provide a more complete history of the provider. For high-risk providers this may include more extensive application reviews and on-site visits.</p> <p>Management should design and implement adequate internal controls to provide reasonable assurance ineligible medical providers are excluded from participation in the Medicaid program. This should include a review of the application and forms included in the provider enrollment packages. Management should re-enroll providers on a regularly scheduled basis, should perform criminal background checks for higher risk provider types, and should</p>

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	<p>verify the validity of provider licenses.</p> <p>Management should also monitor Blue Cross to ensure its compliance with required laws and regulations related to practitioner enrollment.</p> <p><i>Agency Response:</i> It is acknowledged that this situation has apparently existed for numerous years, and prior to this administration. This is, however, the first such finding to be issued by the State Auditor's office for the past 10 years.</p> <p>In early SFY 2003-04, the Division of Medical Assistance (DMA) acted on initiatives by Division staff regarding greater controls in provider enrollment. DMA is in the final stages of refining the Participation Agreements and adopting, with modifications, the NC Department of Insurance Uniform Application. An implementation plan will be put into place after the documents are approved by the Attorney General's Office (AG), DMA Management Team and CMS. DMA will begin with new enrollments and then work towards re-enrollments for existing providers. This transition must also be coordinated with the new Fiscal Agent Contract that will be awarded for July 2005.</p> <p>Many of the facilities DMA enrolls are licensed by other State Agencies. Ownership information is obtained during the licensure or approval process. DMA recognizes the need for consistency across all provider types. Additionally, DMA receives the Medicare Exclusion Database from the OIG and runs it against all providers enrolled in the program monthly to ensure that they are excluded from NC Medicaid as well.</p> <p>DMA agrees that a standard application will ensure that all required conditions for participation in the Medicaid program are met. DMA will consider including additional disclosure information in the new application. It should be noted, however, that a majority of our providers also participate in the Medicare program and that Medicare certification is a requirement for 46% of those providers in the "disclosing entity" category. The Medicare application does require the providers to complete all of the information noted in the report's findings, so DMA does indirectly require disclosure for those.</p> <p>DMA is uncertain as to the report's definition of "high-risk". There are providers, like Durable Medical Equipment (DME) and Personal Care Services (PCS) providers, which are operated by non-licensed individuals and so, in some ways, these providers might be high risk. We are considering requiring performance bonds for some of these providers, although analysis of providers with outstanding indebtedness to the program does not indicate that these providers are high-risk from a financial perspective. Once the new</p>

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		<p>Application/Participation agreements are complete, DMA will determine (after consultation with the AG's office and other DMA areas) if performance bonds and other safeguards are appropriate.</p> <p>DMA agrees that systematic re-enrollment of providers and verification of valid licenses is important. Once the new provider enrollment form is completed, a plan for re-enrolling all providers will be developed. This plan will be coordinated with the re-enrollment requirements of the new MMIS (currently scheduled to become operational in July 2005). While current laws require background checks on certain direct care workers, the laws do not prohibit administrators and owners with felony convictions from enrolling in the Medicaid program.</p> <p>DMA agrees that monitoring of the BCBSNC contract is important. DMA is in the final stages of preparing a Request for Proposal (RFP) – which will be issued prior to June 30, 2004 for provider enrollment to upgrade the functions currently performed by BCBS to include provider credentialing for all professionally licensed provider types.</p>
03-SA-106	<p>Special Tests and Provisions:</p> <p>Material Weakness</p> <p>Material Noncompliance</p>	<p><u>Inpatient Hospital and Long-Term Care Facility Audits Were Not Completed</u></p> <p>The Division of Medical Assistance failed to perform any of the required inpatient hospital costs audits for fiscal year 2002. Total expenditures for inpatient hospital care were \$1.12 billion for fiscal year 2002. Additionally, the Division completed only 33% of the required long-term care facility cost report audits. For fiscal year ending June 30, 2002, there were 417 long-term care facility cost reports that required audits to be completed by June 30, 2003. The Division was able to complete only 139 of these audits. Total expenditures for long-term care were \$1.25 billion for fiscal year 2002.</p> <p>The audits are performed to ensure that the cost reports support the rates facilities use for cost reimbursement. Failure to perform inpatient hospital and long-term care facility audits may result in the establishment of rates that under or over reimburse Medicaid providers. Management failed to plan for and ensure the performance of the required inpatient hospital cost audits. Inadequate staffing and personnel changes in the Division's audit section precluded the completion of the long-term care facility audits.</p> <p>In accordance with 42 CFR 447.253(g), Medicaid agencies must provide for periodic audits of the financial and statistical records of participating providers. The North Carolina State Plan requires all cost reports to be audited within 180 days of the date the cost report was filed or within 180 days of December 31 of</p>

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	<p>the fiscal year to which the report applies, whichever is later.</p> <p><i>Recommendation:</i> The Division should ensure that its audit section is adequately staffed and has the necessary resources to complete the audits. Additionally, it should enhance controls to ensure that required inpatient hospital and long-term care facility cost report audits are completed on a timely basis.</p> <p><i>Agency Response:</i> The Department concurs with the finding and agrees with the report's recommendation that reviews of inpatient hospital costs and associated cost reports should be conducted. Currently, DMA is expanding the scope of the Clifton Gunderson, LLP contract to include the annual audit of the four teaching hospitals, the ten hospitals with the highest Medicaid revenue and 25% of the balance of the hospitals receiving Medicaid reimbursement.</p> <p>The contract amendment addresses the expanded scope of work that will be processed prior to June 30, 2005. Work related to the expanded scope will be initiated in early SFY 04-05.</p> <p>DMA agrees that adequate staffing and resources are necessary to complete long-term care facility audits. As of December 31, 2003, 99.4% of all FYE 9/30/02 desk audits were completed. Currently, two audits remain outstanding: one cannot be completed pending investigation of the provider by the Attorney General's Office; and in regard to the second, payments to the provider have been reduced by 20% pending receipt of a valid working trial balance by the Audit Section. To complete desk audits of the FYE 2003 cost reports, DMA will consider performing limited scope audits, auditing selected cost reports from chain providers, increasing productivity with regular training sessions, revising the State Plan to allow for a longer period to complete the audit and supplementing staff with temporary auditors.</p>
03-SA-107 Special Tests and Provisions:  Material Weakness	<p><u>Internal Control Weaknesses Over Suspected Fraud and Abuse Investigations and Ineffective Recipient Verification of Receipt of Medicaid Services</u></p> <p>The Division's Program Integrity Section does not have an effective system of internal control over investigations involving suspected fraud and abuse cases. The following deficiencies were noted:</p> <p>a. The Home Care Review Section and the Payment Error Rate Measurement Section do not have written policies and procedures for their investigators. The Home Care Review Section has a notebook showing examples of actual case investigations based on standard forms, which is</p>

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	<p>available to its investigators, but it fails to provide guidance sufficient to serve as a policy and procedures manual. The Provider Administration Review Section and the Pharmacy Review Section have informal guidelines for investigating suspected fraud and abuse cases, but they lack the details that would document the methodology and evidence used to investigate a case.</p> <p>b. The Home Care Review Section, Provider Administration Review Section, Pharmacy Review Section and the Payment Error Rate Measurement Section did not have evidence of review by a section chief on all closed cases.</p> <p>c. Each section chief maintains his or her own informal process for documenting cases that were determined not to warrant preliminary investigations. Although this information is available, it is not summarized or used for tracking or evaluation purposes.</p> <p>d. Management does not accumulate or report a summary of the fraud, abuse and error cases uncovered and worked by the Program Integrity Section to the Division, other Department of Health and Human Services (DHHS) agencies with a need to know, or to senior Department officials.</p> <p>e. Although written notice is provided each month to a sample of recipients as required by 42 CFR 433.116, the process in place is ineffective and does not meet the objective of verifying with recipients whether services billed by providers were received. The average Medicaid recipient may not be able to easily understand the information and format of the current Recipient Explanation of Medicaid Benefits (REOMB) form. Recipients are only asked to return the REOMB if there is an error. According to management, only about 10 to 12 REOMBs out of the 400 sent each month are returned. Additionally, there is no evidence of any returned REOMBs because they are discarded if deemed not questionable. No list is kept of returned REOMBs that are discarded.</p> <p>The State Plan and 42 CFR 455.13 through 455.21 and 455.23 require that the Division maintain methods, criteria and procedures for prevention and control of program fraud and abuse. Section 10 NCAC 26G.0103 further states that the Division shall develop, implement and maintain methods and procedures for preventing, detecting, investigating, reviewing, hearing, referring, reporting, and disposing of cases involving fraud, abuse, error, over utilization or the use of medically unnecessary or medically inappropriate services. It also indicates that the Division should have methods and criteria</p>

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Type of Finding/ Questioned Costs	Findings and Recommendations
	<p>for identifying suspected fraud cases.</p> <p>The inadequacy of written policies, procedures, and case documentation standards may result in incomplete and inadequate case investigations, incomplete and/or undocumented claim and program reviews, and improper conclusions. In addition, the lack of evidence of supervisory reviews, the failure to document and communicate findings to upper management, and the ineffective verification procedures used to verify that Medicaid beneficiaries actually received the services billed by providers may hinder the agency's ability to prevent fraud and abuse in the Medicaid Program.</p> <p><i>Recommendation:</i> Management should continue the process of developing formal written policies and procedures. We offer the following comments regarding this as well as other recommendations:</p> <ol style="list-style-type: none"> <li>To improve the effectiveness and efficiency of operations and compliance with applicable laws and regulations, management should strengthen and maintain internal controls. Policies and procedures should be developed and updated as necessary. Section chief reviews should be documented.</li> <li>Management should establish policies to require communication of findings to other Division sections, Division managers, and other DHHS agencies. A standard summary report should be used and the report should be issued to Division managers and other DHHS agencies on a periodic basis to assist in the identification of problematic policies and procedures.</li> <li>Management should also establish a report that summarizes the types of cases that are not investigated and the reasons why. This information can be used to analyze the reasons and the effectiveness of the initial identification of potential cases.</li> <li>Management should work with Division sections and managers and other DHHS agencies to improve provider education in order to prevent errors, fraud, and abuse.</li> <li>The current REOMB form should be reassessed. Specifically, the medical terminology used to describe the reason for payment on the form may need to be translated into a statement that the average person would understand. The Division should consider using a confirmation format where a response is required even if there is no error on the REOMB, which may yield greater response and information that is more useful.</li> </ol>

**93.778 MEDICAL ASSISTANCE PROGRAM** (continued)**III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

Type of Finding/ Questioned Costs	Findings and Recommendations
	<p><i>Agency Response:</i> NC is routinely singled out by CMS as a “model” program integrity state. Our fraud spotlight software is now in use by numerous states (e.g., Louisiana, Wyoming, Florida, and Mississippi), while several other states are currently evaluating its use in their Program Integrity operations. Additionally, the PI section has consistently out-paced all of our neighboring states in Region IV – garnering the highest collection for 10 out of the past 11 years. Last year’s recoveries totaled \$11M and year-to-date recoveries are \$22M.</p> <p>The Division of Medical Assistance shall continue to enhance the formal policies and procedures in Program Integrity. The Division will incorporate the recommendations of the report. With respect to the specific recommendations:</p> <ul style="list-style-type: none"> <li>• While review procedures have been in place, they have been more formally documented for the new MMIS+ contract. All Section Chiefs will initial the case tracking sheets to indicate their sign-off on every case</li> <li>• A summary report will be created and issued periodically to assist in the identification of problematic policies and procedures. The DMA Director will determine the reporting time period and frequency.</li> <li>• A report that summarizes the types of cases that are not investigated and associated rationale will be developed. If feasible, it will be incorporated into the summary described in above.</li> <li>• Program Integrity will work with Division sections and managers and other agencies to improve provider education in order to prevent errors, fraud and abuse.</li> <li>• The replacement and correction of the REOMB process was included in the MMIS+ re-bid. The Division will work with the vendor to develop an easier to read REOMB and ask that all mail-outs be returned.</li> </ul> <p><u>Note of Clarification:</u> Program Integrity (PI) does not conduct “Fraud and Abuse Investigations” per se. That is the responsibility of the Attorney General’s Medicaid Investigations Unit (MIU). Four of seven PI units conduct utilization reviews and investigate to identify possible overpayments. If a billing provider’s claims are suspected of fraud or abuse, they are sent to the MIU. PI staff is responsible only for investigating and recovering administrative (non-fraudulent) overpayments. PI nurses do provide nurse consultant support to the MIU.</p>



**93.865 CENTER FOR RESEARCH FOR MOTHERS AND CHILDREN****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

University of North Carolina at Chapel Hill

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-108	Subrecipient <u>Monitoring:</u>  Reportable Condition	<u>Tracking of Subrecipient Audit Reports – Research and Development Cluster</u>  The University did not have adequate controls to ensure the tracking and receipt of subrecipient audit reports for the Research and Development Cluster. See finding 03-SA-29 for a description.

**93.959 BLOCK GRANTS FOR PREVENTION AND TREATMENT OF SUBSTANCE ABUSE****III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-109	Allowable Costs/Cost Principles:  Reportable Condition  Questioned Cost Finding  \$57,621	<p><u>Cost Allocated to Programs Incorrectly</u></p> <p>Costs have been incorrectly allocated to State and Federal programs. The effect of incorrect cost allocation percentages and the improper allocation of costs resulted in the Substance Abuse Prevention and Treatment Block Grant (SAPT) program being overcharged by \$57,621. This amount is questioned. Our test of the Mental Health cost allocation plan disclosed the following:</p> <ul style="list-style-type: none"> <li>• Cost allocation percentages are calculated based on statistical data and the criteria detailed in the cost allocation plan. The allocation rates and amounts allocated should vary each month. However, for two months during the fiscal year, costs were allocated to programs using the same calculated percentages as applied during the prior month.</li> <li>• Expenditures for two of the twelve responsibility cost centers tested were not allocated in accordance with the cost allocation plan.</li> </ul> <p>Title 45 CFR 95.517 requires that when a State claims federal financial participation for allocated costs associated with a program that it be in accordance with its approved cost allocation plan. Adequate internal control requires that adequate systems be in place to prevent, identify, and correct accounting errors in a timely manner.</p> <p><i>Recommendation:</i> The Department should make adjustments to correct overcharges to the SAPT program. The Department should ensure that changes in the cost allocation basis and changes to the Cost Allocation Plan are timely. Procedures should be developed requiring review of the cost allocation report for any improper percentage calculations before the cost allocation process is initiated.</p> <p><i>Agency Response:</i> The Department concurs with the finding and recommendation. The Cost Allocation Branch of the DHHS Controller's Office has completed the analysis of the cost centers for the Division of Mental Health, Developmental Disabilities and Substance Abuse Services from December 2002 forward. Journal entries correcting the SAPT overcharge will be prepared and entered into the North Carolina Accounting System prior to certifying March 2004. The Cost Allocation Branch is also reviewing the procedure CF027 "Quarterly Reconciliation of Cost Allocation Plan Narratives, RCC Report and Access Database Records" and will modify this procedure to ensure that the computed rates for the Access Cost Allocation Database is the same as the method reflected in the Cost Allocation Plan narratives. This procedure will be revised by March 30, 2004.</p>

**93.959 BLOCK GRANTS FOR PREVENTION AND TREATMENT OF SUBSTANCE ABUSE** (continued)**III. Federal Award Findings and Questioned Costs**

U. S. Department of Health and Human Services

N. C. Department of Health and Human Services

For the Fiscal Year Ended June 30, 2003

	Type of Finding/ Questioned Costs	Findings and Recommendations
03-SA-110	Allowable Costs/Cost Principles:  Reportable Condition	<u>Cost Allocation Plans Not Submitted for Approval in a Timely Manner</u>  Amendments to the cost allocation plans for two of the Department's divisions were not submitted for approval in a timely manner. See finding 03-SA-3 for a description.
03-SA-111	Allowable Costs/Cost Principles:  Reportable Condition	<u>Tentative Settlement Reports Not Finalized in a Timely Manner</u>  The Tentative Settlement Reports for three Mental Health Centers reported significant unearned amounts and were not finalized as of February 2004 for fiscal year 2002. See finding 03-SA-70 for a description.

## **Summary of Findings and Questioned Costs**

**Summary of Findings and Questioned Costs  
By Federal Agency**

For the Fiscal Year Ended June 30, 2003

Federal Agency	CFDA	Finding Number	Finding	Questioned Costs
U. S. Department of Agriculture:	10.550	03-SA-1	Inadequate Monitoring of Subrecipient Audit Reports	\$ 0
	10.557	03-SA-2	Improper Access to Computer Systems	0
	10.561	03-SA-3	Cost Allocation Plans Not Submitted for Approval in a Timely Manner	0
		03-SA-4	Fiscal Monitoring Not Performed on Nutrition Education Subrecipients	
			Total Federal Agency	0
U. S. Department of Housing and Urban Development:	14.228	03-SA-5	Federal Report Contained Erroneous Data	0
			Total Federal Agency	0
U. S. Department of Labor:	17.002	03-SA-6	Written Procedures Not Followed for Time Reporting and Purchases	25,091
				25,091
	17.207	03-SA-7	Written Procedures Not Followed for Time Reporting and Purchases	10,031
		03-SA-8	Significant Weaknesses Over Information Systems General Controls	10,031
		03-SA-9	Bank Reconciliations Not Performed Timely or With Unresolved Items	
		03-SA-10	Controls Over Equipment Management Need Improvement	
				10,031
	17.225	03-SA-11	Written Procedures Not Followed for Time Reporting and Purchases	30,092
		03-SA-12	Significant Weaknesses Over Information Systems General Controls	6,291
		03-SA-13	Bank Reconciliations Not Performed Timely or With Unresolved Items	
		03-SA-14	Insufficient Documentation to Determine Claimant Eligibility	
		03-SA-15	Required Debarment Certifications Were Not Obtained	6,291
				36,383

**Summary of Findings and Questioned Costs  
By Federal Agency**

For the Fiscal Year Ended June 30, 2003

Federal Agency	CFDA	Finding Number	Finding	Questioned Costs
U. S. Department of Labor: (continued)	17.245	03-SA-16	Significant Weaknesses Over Information Systems General Controls	
		03-SA-17	Bank Reconciliations Not Performed Timely or With Unresolved Items	
		03-SA-18	Documentation Not Maintained for Calculation of Benefits for TAA	1,093
				<u>1,093</u>
	17.258	03-SA-19	Significant Weaknesses Over Information Systems General Controls	
		03-SA-20	Bank Reconciliations Not Performed Timely or With Unresolved Items	
				<u>0</u>
	17.259	03-SA-21	Significant Weaknesses Over Information Systems General Controls	
		03-SA-22	Bank Reconciliations Not Performed Timely or With Unresolved Items	
				<u>0</u>
	17.260	03-SA-23	Significant Weaknesses Over Information Systems General Controls	
		03-SA-24	Bank Reconciliations Not Performed Timely or With Unresolved Items	
				<u>0</u>
	17.801	03-SA-25	Significant Weaknesses Over Information Systems General Controls	
		03-SA-26	Bank Reconciliations Not Performed Timely or With Unresolved Items	
				<u>0</u>
	17.804	03-SA-27	Significant Weaknesses Over Information Systems General Controls	
		03-SA-28	Bank Reconciliations Not Performed Timely or With Unresolved Items	
				<u>0</u>
			Total Federal Agency	<u>72,598</u>
U. S. Department of State:	19.000	03-SA-29	Tracking of Subrecipient Audit Reports - Research and Development Cluster	
				<u>0</u>
			Total Federal Agency	<u>0</u>

**Summary of Findings and Questioned Costs  
By Federal Agency**

For the Fiscal Year Ended June 30, 2003

Federal Agency	CFDA	Finding Number	Finding	Questioned Costs
U. S. Department of Transportation:	20.000	03-SA-30	Tracking of Subrecipient Audit Reports - Research and Development Cluster	0
	20.106	03-SA-31	Required Suspension and Debarment Certifications Were Not Obtained	
		03-SA-32	Required Information Not Filed With the Federal Aviation Administration (FAA)	
		03-SA-33	Subrecipient Monitoring Procedures Not Documented	0
	20.205	03-SA-34	Funds Transferred Without Equitable Distribution to the Federal Government	
		03-SA-35	Time Records Not Approved	
		03-SA-36	Employees Overpaid Due to Clerical Error	318,771
		03-SA-37	Required Suspension and Debarment Certifications Were Not Obtained	
		03-SA-38	Testing Standards Not Met in Accordance With Quality Assurance Program	
				318,771
			Total Federal Agency	318,771
U. S. Environmental Protection Agency:	66.468	03-SA-39	Controls Not in Place to Prevent Overpayments	0
				0
Federal Emergency Management Agency:	83.544	03-SA-40	Federal Funds Not Drawn in Accordance with Agreement	
		03-SA-41	Required Debarment Certifications Not Obtained	
		03-SA-42	Public Assistance Grants Progress Reports Not Submitted	
		03-SA-43	Inadequate Tracking of Subrecipient Audit Reports	
		03-SA-44	Inaccurate Labor Rates Used in Calculation of Grant Charges	
	83.548	03-SA-45	Required Suspension and Debarment Certifications Were Not Obtained	0
		03-SA-46	Federal Funds Not Drawn in Accordance with Agreement	
		03-SA-47	Weaknesses Noted in Controls Over Fixed Assets	
		03-SA-48	Required Debarment Certifications Not Obtained	

**Summary of Findings and Questioned Costs  
By Federal Agency**

For the Fiscal Year Ended June 30, 2003

Federal Agency	CFDA	Finding Number	Finding	Questioned Costs
Federal Emergency Management Agency: (continued)				
		03-SA-49	Financial Status Reports Not in Agreement With Accounting Records	
		03-SA-50	Inadequate Tracking of Subrecipient Audit Reports	
				0
				Total Federal Agency 0
U. S. Department of Education:				
	84.048	03-SA-51	Inappropriate Access to Critical NCAS Screens	
		03-SA-52	Weaknesses Noted in Program Change Control Procedures	
		03-SA-53	Disbursements Not Adequately Supported	96
		03-SA-54	Level of Effort Not Maintained for State Administration	369,238
		03-SA-55	Reallocations to Local Education Agencies (LEAs) Not Performed in Accordance With Federal Regulations	
				369,334
	84.063	03-SA-56	Controls over Processing Student Withdrawals for Title IV Refunds - Student Financial Assistance Cluster	485
		03-SA-57	Federal Pell Grant Overawards	2,312
		03-SA-58	Cash Drawdown From Incorrect Award Year	327,830
				330,627
	84.126	03-SA-59	Basic Support Claims Not Properly Paid	11,720
		03-SA-60	Improper Access to Computer Systems	
		03-SA-61	Basic Support Claims Were Not Properly Paid	186
		03-SA-62	Control Weaknesses Over Determination and Documentation of Client Eligibility	
				11,906
	84.268	03-SA-63	Controls over Processing Student Withdrawals for Title IV Refunds - Student Financial Assistance Cluster	23,827
				23,827
	84.307	03-SA-64	Tracking of Subrecipient Audit Reports - Research and Development Cluster	
				0
				Total Federal Agency 735,694



**Summary of Findings and Questioned Costs  
By Federal Agency**

For the Fiscal Year Ended June 30, 2003

Federal Agency	CFDA	Finding Number	Finding	Questioned Costs
U. S. Department of Health and Human Services:	93.000	03-SA-65	Tracking of Subrecipient Audit Reports - Research and Development Cluster	0
	93.107	03-SA-66	Tracking of Subrecipient Audit Reports - Research and Development Cluster	0
	93.393	03-SA-67	Tracking of Subrecipient Audit Reports - Research and Development Cluster	0
	93.399	03-SA-68	Tracking of Subrecipient Audit Reports - Research and Development Cluster	0
	93.558	03-SA-69	Cost Allocation Plans Not Submitted for Approval in a Timely Manner	
		03-SA-70	Tentative Settlement Reports Not Finalized in a Timely Manner	
		03-SA-71	Documentation Lacking in TANF Case Files	78,000
		03-SA-72	Monitoring Procedures In the Temporary Assistance for Needy Families Program Contained Weaknesses	
				78,000
	93.563	03-SA-73	Cost Allocation Plans Not Submitted for Approval in a Timely Manner	
		03-SA-74	Fixed Asset Records Incomplete/Inaccurate	
		03-SA-75	Weaknesses in Control Over Physical Inventory of Fixed Assets	
		03-SA-76	Appropriate Action Not Taken in Child Support Cases	
				0
	93.568	03-SA-77	Cost Allocation Plans Not Submitted for Approval in a Timely Manner	0
	93.658	03-SA-78	Cost Allocation Plans Not Submitted for Approval in a Timely Manner	
		03-SA-79	Foster Care Child Maintenance Adjustments From Counties Not Processed	
		03-SA-80	Foster Care Facility Rates Inaccurate	
		03-SA-81	Incorrect Facility Rates In the Foster Care Computer System	11,299
		03-SA-82	Improper Access to Foster Care Computer Systems	
		03-SA-83	Ineligible Payments Charged to Foster Care IV-E Program	2,843
		03-SA-84	Monitoring Not Performed On Vendors Responsible For Compliance Requirements	
				14,142

**Summary of Findings and Questioned Costs  
By Federal Agency**

For the Fiscal Year Ended June 30, 2003

Federal Agency	CFDA	Finding Number	Finding	Questioned Costs
U. S. Department of Health and Human Services: (continued)	93.667	03-SA-85	Cost Allocation Plans Not Submitted for Approval in a Timely Manner	
		03-SA-86	Tentative Settlement Reports Not Finalized in a Timely Manner	
		03-SA-87	Inadequate Monitoring of Social Services Block Grant Program	
		03-SA-88	Inadequate Subrecipient Monitoring of Social Services Block Grant (SSBG) Program	
				<hr/> 0
	93.767	03-SA-89	Documentation Lacking in State Children's Insurance Program Case Files	
		03-SA-90	Inadequate Controls Over the Processing of Financial Transactions	
				<hr/> 0
	93.778	03-SA-91	Final Cost-Settlements Not Performed	
		03-SA-92	The Division Ceded Control of the DSH and Supplemental Payment Program Which Created a Conflict of Interest	1,000,000
		03-SA-93	Division of Medical Assistance Did Not Make Direct Payments to Providers	
		03-SA-94	Unreimbursed Uninsured Patient Cost or "Super" DSH Payments Were Made to Ineligible Hospitals	151,000,000
		03-SA-95	The Division Made Excessive Medicaid Inpatient Supplemental Payments	119,000,000
		03-SA-96	Medicare Costs Inappropriately Included in Medicaid Cost Determination	
		03-SA-97	Failure to Adjust Interim Payment Rates Used to Calculate Payments to Hospitals	143,000,000
		03-SA-98	Duties Not Adequately Segregated	
		03-SA-99	Claims Payment System Has Weaknesses	5,874
		03-SA-100	The Division Lacks Written Policies and Procedures over Implementation, Review and Reconciliation of Rate Changes	
		03-SA-101	Control Environment Over Certain Fiscal Operations Was Seriously Deficient	
		03-SA-102	Cost Allocation Plans Not Submitted for Approval in a Timely Manner	
		03-SA-103	Inadequate Documentation of Federal Drawdown Estimates	
		03-SA-104	Documentation Lacking in Medicaid Case Files	
		03-SA-105	Required Disclosures Not Obtained at Enrollment of Providers and Lack of Controls in the Provider Eligibility Enrollment Process	
		03-SA-106	Inpatient Hospital and Long-Term Care Facility Audits Were Not Completed	
		03-SA-107	Internal Control Weaknesses Over Suspected Fraud and Abuse Investigations and Ineffective Recipient Verification of Receipt of Medicaid Services	
				<hr/> 414,005,874

**Summary of Findings and Questioned Costs  
By Federal Agency**

For the Fiscal Year Ended June 30, 2003

Federal Agency	CFDA	Finding Number	Finding	Questioned Costs
U. S. Department of Health and Human Services: (continued)	93.865	03-SA-108	Tracking of Subrecipient Audit Reports - Research and Development Cluster	<u>0</u>
	93.959	03-SA-109	Cost Allocated to Programs Incorrectly	57,621
		03-SA-110	Cost Allocation Plans Not Submitted for Approval in a Timely Manner	
		03-SA-111	Tentative Settlement Reports Not Finalized in a Timely Manner	
				<u>57,621</u>
			Total Federal Agency	<u>414,155,637</u>
Total Questioned Costs				\$ <u><u>415,282,700</u></u>

**Summary of Findings and Questioned Costs  
By State Agency**

For the Fiscal Year Ended June 30, 2003

State Agency	Finding	Finding Numbers	Questioned Costs
Agriculture and Consumer Services:	1 Inadequate Monitoring of Subrecipient Audit Reports	03-SA-1	\$ _____ Total State Agency 0
Commerce:	2 Federal Report Contained Erroneous Data	03-SA-5	_____ Total State Agency 0
Community College System:	3 Inappropriate Access to Critical NCAS Screens 4 Weaknesses Noted in Program Change Control Procedures	03-SA-51 03-SA-52	_____ Total State Agency 0
Correction:	5 Funds Transferred Without Equitable Distribution to the Federal Government	03-SA-34	_____ Total State Agency 0
Crime Control and Public Safety:	6 Federal Funds Not Drawn in Accordance with Agreement 7 Financial Status Reports Not in Agreement With Accounting Records 8 Inadequate Tracking of Subrecipient Audit Reports 9 Public Assistance Grants Progress Reports Not Submitted 10 Required Debarment Certifications Not Obtained 11 Schedule of Expenditures of Federal Awards Contained Errors 12 Weaknesses Noted in Controls Over Fixed Assets	03-SA-40, 03-SA-46 03-SA-49 03-SA-43, 03-SA-50 03-SA-42 03-SA-41, 03-SA-48 03-FS-31 03-SA-47	_____ Total State Agency 0

**Summary of Findings and Questioned Costs  
By State Agency**

For the Fiscal Year Ended June 30, 2003

State Agency	Finding	Finding Numbers	Questioned Costs
Employment Security Commission:	13 Bank Reconciliations not Performed Timely or With Unresolved Items	03-FS-29, 03-SA-9, 03-SA-13, 03-SA-17, 03-SA-20, 03-SA-22, 03-SA-24, 03-SA-26, 03-SA-28	
	14 Controls Over Equipment Management Need Improvement	03-SA-10	
	15 Documentation Not Maintained for Calculation of Benefits for TAA	03-SA-18	1,093
	16 Insufficient Documentation to Determine Claimant Eligibility	03-FS-30, 03-SA-14	6,291
	17 Required Debarment Certifications Were Not Obtained	03-SA-15	
	18 Significant Weaknesses Over Information Systems General Controls	03-FS-28, 03-SA-8, 03-SA-12, 03-SA-16, 03-SA-19, 03-SA-21, 03-SA-23, 03-SA-25, 03-SA-27	
	19 Written Procedures Not Followed for Time Reporting and Purchases	03-SA-6, 03-SA-7, 03-SA-11	25,091 10,031 30,092
		Total State Agency	72,598
Environment and Natural Resources:	20 Access Rights for Separated Employees Not Cancelled	03-FS-9	
	21 Controls Not in Place to Prevent Overpayments	03-FS-10, 03-SA-39	
		Total State Agency	0
Health and Human Services:	22 Appropriate Action Not Taken in Child Support Cases	03-SA-76	
	23 Basic Support Claims Not Properly Paid	03-FS-11, 03-SA-59	11,720
	24 Basic Support Claims Were Not Properly Paid	03-FS-27, 03-SA-61	186
	25 Claims Payment System Has Weaknesses	03-FS-23, 03-SA-99	5,874
	26 Control Environment Over Certain Fiscal Operations Was Seriously Deficient	03-FS-25, 03-SA-101	
	27 Control Weaknesses Over Determination and Documentation of Client Eligibility	03-SA-62	
	28 Cost Allocated to Programs Incorrectly	03-SA-109	57,621

**Summary of Findings and Questioned Costs  
By State Agency**

For the Fiscal Year Ended June 30, 2003

State Agency	Finding	Finding Numbers	Questioned Costs
Health and Human Services: (continued)	29 Cost Allocation Plans Not Submitted for Approval in a Timely Manner	03-SA-3, 03-SA-69, 03-SA-73, 03-SA-77, 03-SA-78, 03-SA-85, 03-SA-102, 03-SA-110	
	30 Division of Medical Assistance Did Not Make Direct Payments to Providers	03-SA-93	
	31 Documentation Lacking in Medicaid Case Files	03-SA-104	
	32 Documentation Lacking in State Children's Insurance Program Case Files	03-SA-89	
	33 Documentation Lacking in TANF Case Files	03-SA-71	78,000
	34 Duties Not Adequately Segregated	03-FS-22, 03-SA-98	
	35 Failure to Adjust Interim Payment Rates Used to Calculate Payments to Hospitals	03-FS-21, 03-SA-97	143,000,000
	36 Final Cost-Settlements Not Performed	03-FS-16, 03-SA-91	
	37 Fiscal Monitoring Not Performed On Nutrition Education Subrecipients	03-SA-4	
	38 Fixed Asset Records Incomplete/Inaccurate	03-FS-12, 03-SA-74	
	39 Foster Care Child Maintenance Adjustments From Counties Not Processed	03-SA-79	
	40 Foster Care Facility Rates Inaccurate	03-SA-80	
	41 Improper Access to Computer Systems	03-FS-14, 03-SA-2	
	42 Improper Access to Computer Systems	03-FS-26, 03-SA-60	
	43 Improper Access to Foster Care Computer Systems	03-SA-82	
	44 Inadequate Documentation of Federal Drawdown Estimates	03-SA-103	
	45 Inadequate Monitoring of Social Services Block Grant Program	03-SA-87	
	46 Inadequate Subrecipient Monitoring of Social Services Block Grant (SSBG) Program	03-SA-88	
	47 Incorrect Facility Rates In the Foster Care Computer System	03-SA-81	11,299
	48 Ineligible Payments Charged to Foster Care IV-E Program	03-SA-83	2,843
	49 Inpatient Hospital and Long-Term Care Facility Audits Were Not Completed	03-SA-106	
	50 Internal Control Weaknesses Over Accounts Receivable	03-FS-13	
	51 Internal Control Weaknesses Over Suspected Fraud and Abuse Investigations and Ineffective Recipient Verification of Receipt of Medicaid Services	03-SA-107	
	52 Medicare Costs Inappropriately Included in Medicaid Cost Determination	03-FS-20, 03-SA-96	
	53 Monitoring Not Performed On Vendors Responsible For Compliance Requirements	03-SA-84	
	54 Monitoring Procedures In the Temporary Assistance for Needy Families Program Contained Weaknesses	03-SA-72	

**Summary of Findings and Questioned Costs  
By State Agency**

For the Fiscal Year Ended June 30, 2003

State Agency	Finding	Finding Numbers	Questioned Costs
Health and Human Services: (continued)	55 Required Disclosures Not Obtained at Enrollment of Providers and Lack of Controls in the Provider Eligibility Enrollment Process	03-SA-105	
	56 Tentative Settlement Reports Not Finalized in a Timely Manner	03-SA-70, 03-SA-86, 03-SA-111	
	57 The Division Ceded Control of the DSH and Supplemental Payment Program Which Created a Conflict of Interest	03-FS-17, 03-SA-92	1,000,000
	58 The Division Lacks Written Policies and Procedures Over Implementation, Review and Reconciliation of Rate Changes	03-FS-24, 03-SA-100	
	59 The Division Made Excessive Medicaid Inpatient Supplemental Payments	03-FS-19, 03-SA-95	119,000,000
	60 Unreimbursed Uninsured Patient Cost or "Super" DSH Payments Were Made to Ineligible Hospitals	03-FS-18, 03-SA-94	151,000,000
	61 Weaknesses in Control Over Physical Inventory of Fixed Assets	03-FS-15, 03-SA-75	
		Total State Agency	<u>414,167,543</u>
N. C. Central University:	62 Controls over Processing Student Withdrawals for Title IV Refunds - Student Financial Assistance Cluster	03-SA-56, 03-SA-63	485 <u>23,827</u>
		Total State Agency	<u>24,312</u>
Public Instruction:	63 Disbursements Not Adequately Supported	03-SA-53	96
	64 Level of Effort Not Maintained for State Administration	03-SA-54	369,238
	65 Reallocations to Local Education Agencies (LEAs) Not Performed in Accordance With Federal Regulations	03-SA-55	
		Total State Agency	<u>369,334</u>
Randolph Community College:	66 Cash Drawdown From Incorrect Award Year	03-SA-58	327,830
	67 Federal Pell Grant Overawards	03-SA-57	<u>2,312</u>
		Total State Agency	<u>330,142</u>
State Treasurer:	68 Internal Control Over Retirement Benefits Needs Improvement	03-FS-1	
		Total State Agency	<u>0</u>

**Summary of Findings and Questioned Costs  
By State Agency**

For the Fiscal Year Ended June 30, 2003

State Agency	Finding	Finding Numbers	Questioned Costs
Teachers' and State Employee's Comprehensive Major Medical Plan:	69 Inadequate Controls Over the Processing of Financial Transactions	03-FS-32, 03-SA-90	
		Total State Agency	<u>0</u>
Transportation:	70 Employees Overpaid Due to Clerical Error	03-FS-3, 03-SA-36	318,771
	71 Financial Statements Not Submitted Timely	03-FS-8	
	72 Inaccurate Labor Rates Used in Calculation of Grant Charges	03-SA-44	
	73 Physical Inventory Not Performed on All Types of Capital Assets	03-FS-7	
	74 Receipting Function Not Adequately Segregated	03-FS-5	
	75 Required Information Not Filed With the Federal Aviation Administration (FAA)	03-SA-32	
	76 Required Suspension and Debarment Certifications Were Not Obtained	03-SA-31, 03-SA-37, 03-SA-45	
	77 Schedule of Expenditures of Federal Awards Was Overstated	03-FS-4	
	78 Subrecipient Monitoring Procedures Not Documented	03-SA-33	
	79 Testing Standards Not Met in Accordance With Quality Assurance Program	03-SA-38	
	80 Time Records Not Approved	03-FS-2, 03-SA-35	
	81 Year- End Financial Reporting Process Did Not Identify All Liabilities	03-FS-6	
		Total State Agency	<u>318,771</u>
University of North Carolina at Chapel Hill:	82 Tracking of Subrecipient Audit Reports - Research and Development Cluster	03-SA-29, 03-SA-30, 03-SA-64, 03-SA-65, 03-SA-66, 03-SA-67, 03-SA-68, 03-SA-108	
		Total State Agency	<u>0</u>
Total Questioned Costs			\$ <u><u>415,282,700</u></u>



**AUDITEE’S SECTION**

**Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2003**

**Prepared by  
Office of the State Controller**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SUMMARY)**

For the Fiscal Year Ended June 30, 2003

<b>Federal CFDA Number</b>	<b>Program Expenditures</b>	<b>CFDA Program Title or Cluster Title</b>
AGEC	22,323,434	Aging Cluster
BEDC	93,888	Bilingual Education Cluster
CCC	243,200,635	Child Care Cluster
CDBG	722,847	CDBG - Entitlement and (HUD-Administered) Small Cities Cluster
CHCC	1,009,682	Consolidated Health Centers Cluster
CHNC	251,894,677	Child Nutrition Cluster
DISI	46,628,516	Disability Insurance/SSI Cluster
EFAC	1,211,020	Emergency Food Assistance Cluster
EMPS	35,633,956	Employment Services Cluster
F&WC	8,521,593	Fish and Wildlife Cluster
FDST	673,444,701	Food Stamp Cluster
FEDT	1,064,541	Federal Transit Cluster
FGSC	576,939	Foster Grandparent/Senior Companion Cluster
HPCC	690,655,857	Highway Planning and Construction Cluster
HWSC	9,228,796	Highway Safety Cluster
MEDC	4,475,850,140	Medicaid Cluster
NAET	189,821	Native American Employment and Training Cluster
PWED	562,819	Public Works and Economic Development Cluster
R&D	556,448,243	Research and Development
SFAC	606,023,334	Student Financial Assistance Cluster
SPED	192,738,006	Special Education Cluster
TRIO	15,968,282	TRIO Cluster
WIAC	75,241,407	WIA Cluster
10	1,455,672	U.S. Department of Agriculture
10.001	38,483	Agricultural Research - Basic and Applied Research
10.025	1,389,091	Plant and Animal Disease, Pest Control, and Animal Care
10.064	71,900	Forestry Incentives Program
10.153	68,658	Market News
10.156	12,500	Federal-State Marketing Improvement Program
10.162	21,648	Inspection Grading and Standardization
10.200	1,561	Grants for Agricultural Research, Special Research Grants
10.202	40,423	Cooperative Forestry Research
10.203	415,397	Payments to Agricultural Experiment Stations Under the Hatch Act
10.206	166,798	Grants for Agricultural Research - Competitive Research Grants
10.216	331,248	1890 Institution Capacity Building Grants
10.217	80,933	Higher Education Challenge Grants
10.220	15,000	Higher Education Multicultural Scholars Program
10.250	313,234	Agricultural and Rural Economic Research
10.302	3,271	Initiative for Future Agriculture and Food Systems
10.304	84,524	Homeland Security - Agricultural
10.475	3,052,355	Cooperative Agreements with States for Intrastate Meat and Poultry Inspection
10.500	1,654,843	Cooperative Extension Service
10.550	38,003,280	Food Donation
10.557	115,521,139	Special Supplemental Nutrition Program for Women, Infants, and Children
10.558	70,030,069	Child and Adult Care Food Program
10.560	3,166,609	State Administrative Expenses for Child Nutrition
10.565	82,320	Commodity Supplemental Food Program
10.567	69,324	Food Distribution Program on Indian Reservations
10.570	3,108,330	Nutrition Services Incentive

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SUMMARY)**

For the Fiscal Year Ended June 30, 2003

<b>Federal CFDA Number</b>	<b>Program Expenditures</b>	<b>CFDA Program Title or Cluster Title</b>
10.572	26,043	WIC Farmers' Market Nutrition Program (FMNP)
10.574	11,286	Team Nutrition Grants
10.576	45,636	Senior Farmer's Market Nutrition Program
10.652	35,674	Forestry Research
10.664	6,799,594	Cooperative Forestry Assistance
10.672	131,637	Rural Development, Forestry, and Communities
10.960	496,038	Technical Agricultural Assistance
10.962	7,193	International Training - Foreign Participant
11	47,500	U.S. Department of Commerce
11.303	423,133	Economic Development - Technical Assistance
11.400	30,000	Geodetic Surveys and Services (Geodesy and Applications of the National Geodetic Reference System)
11.417	1,999	Sea Grant Support
11.427	53,582	Fisheries Development and Utilization Research and Development Grants and Cooperative Agreements Program
11.431	195,221	Climate and Atmospheric Research
11.450	5,476	Integrated Flood Observing and Warning System (IFLOWS)
11.472	50,000	Unallied Science Program
11.477	377,724	Fisheries Disaster Relief
11.481	105,009	Educational Partnership Program
11.552	446,293	Technology Opportunities
11.601	65,259	Calibration Program
11.603	31,801	National Standard Reference Data System
11.609	161,922	Measurement and Engineering Research and Standards
11.611	2,226,278	Manufacturing Extension Partnership
11.612	3,597	Advanced Technology Program
12	612,373	U.S. Department of Defense
12.002	59,884	Procurement Technical Assistance for Business Firms
12.100	1,259	Aquatic Plant Control
12.113	4,825	State Memorandum of Agreement Program for the Reimbursement of Technical Services
12.300	1,651,665	Basic and Applied Scientific Research
12.400	10,492,565	Military Construction, National Guard
12.401	9,289,444	National Guard Military Operations and Maintenance (O&M) Projects
12.420	468,231	Military Medical Research and Development
12.431	488,489	Basic Scientific Research
12.609	23,751	Selected Reserve Educational Assistance Program
12.610	49,633	Joint Land Use Studies
12.630	23,158	Basic, Applied, and Advanced Research in Science and Engineering
12.800	1,560,488	Air Force Defense Research Sciences Program
12.901	254,438	Mathematical Sciences Grants Program
12.902	55,199	Information Security Grant Program
12.910	259,541	Research and Technology Development
14	1,117,925	U.S. Department of Housing and Urban Development
14.156	3,218,167	Lower Income Housing Assistance Program - Section 8 Moderate Rehabilitation
14.169	18,049	Housing Counseling Assistance Program
14.171	224,163	Manufactured Home Construction and Safety Standards
14.228	36,640,907	Community Development Block Grants/State's Program
14.231	2,340,589	Emergency Shelter Grants Program
14.237	577,631	Historically Black Colleges and Universities Program
14.238	41,020	Shelter Plus Care
14.241	1,047,588	Housing Opportunities for Persons with AIDS

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SUMMARY)**

For the Fiscal Year Ended June 30, 2003

<b>Federal CFDA Number</b>	<b>Program Expenditures</b>	<b>CFDA Program Title or Cluster Title</b>
14.243	212,063	Opportunities for Youth - Youthbuild Program
14.246	1,903,260	Community Development Block Grants/Brownfields Economic Development Initiative
14.401	342,681	Fair Housing Assistance Program - State and Local
14.511	159,918	Community Outreach Partnership Center Program
14.900	11,157	Lead-Based Paint Hazard Control in Privately Owned Housing
15	165,618	U.S. Department of the Interior
15.222	15,000	Cooperative Inspection - Agreements with States and Tribes
15.602	7,300	Conservation Law Enforcement Training Assistance
15.608	5,504	Fish and Wildlife Management Assistance
15.612	164,692	Endangered Species Conservation
15.615	113,083	Cooperative Endangered Species Conservation Fund
15.616	22,408	Clean Vessel Act
15.618	5,000	Administrative Grants for Federal Aid in Sport Fish and Wildlife Restoration
15.623	230,880	North American Wetlands Conservation Fund
15.625	185,893	Wildlife Conservation and Restoration
15.632	13,618	Conservative Grants Private Stewardship for Imperiled Species
15.634	59,956	State Wildlife Grants
15.808	29,591	U.S. Geological Survey: Research and Data Acquisition
15.810	3,204	National Cooperative Geologic Mapping Program
15.904	708,748	Historic Preservation Fund Grants-In-Aid
15.916	742,448	Outdoor Recreation - Acquisition, Development and Planning
15.921	1,189	Rivers, Trails and Conservation Assistance
15.923	24,159	National Center for Preservation Technology and Training
15.924	17,473	Historically Black Colleges and Universities Preservation Initiative
15.925	4,962	National Maritime Heritage Grants
15.926	6,004	American Battlefield Protection
16	1,741,723	U.S. Department of Justice
16.007	2,069,199	State Domestic Preparedness Equipment Support Program
16.203	6,879	Sex Offender Management Discretionary Grant
16.400	217,000	Citizenship Education and Training
16.500	461,211	Law Enforcement Assistance
16.523	4,933,357	Juvenile Accountability Incentive Block Grants
16.540	1,867,002	Juvenile Justice and Delinquency Prevention - Allocation to States
16.541	-2,757	Juvenile Justice and Delinquency Prevention - Special Emphasis
16.548	898,102	Title V - Delinquency Prevention Program
16.549	238,876	Part E - State Challenge Activities
16.550	636,954	State Justice Statistics Program for Statistical Analysis Centers
16.560	58,181	National Institute of Justice Research, Evaluation, and Development Project Grants
16.572	2,618,119	State Criminal Alien Assistance Program
16.575	12,993,845	Crime Victim Assistance
16.579	13,924,793	Byrne Formula Grant Program
16.580	1,529,753	Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program
16.582	6,646	Crime Victim Assistance/Discretionary Grants
16.585	894	Drug Court Discretionary Grant Program
16.586	15,838,188	Violent Offender Incarceration and Truth in Sentencing Incentive Grants
16.588	2,762,815	Violence Against Women Formula Grants
16.589	148,050	Rural Domestic Violence and Child Victimization Enforcement Grant Program
16.590	6,753	Grants to Encourage Arrest Policies and Enforcement of Protection Orders
16.592	819,874	Local Law Enforcement Block Grants Program
16.593	2,461,512	Residential Substance Abuse Treatment for State Prisoners

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SUMMARY)**

For the Fiscal Year Ended June 30, 2003

<b>Federal CFDA Number</b>	<b>Program Expenditures</b>	<b>CFDA Program Title or Cluster Title</b>
16.595	235,713	Executive Office for Weed and Seed
16.607	21,491	Bulletproof Vest Partnership Program
16.609	43,836	Community Prosecution and Project Safe Neighborhoods
16.710	1,853,667	Public Safety Partnership and Community Policing Grants
16.712	1,094,456	Police Corps
16.727	543,808	Enforcing Underage Drinking Laws Program
17	772,968	U.S. Department of Labor
17.002	2,253,384	Labor Force Statistics
17.005	132,098	Compensation and Working Conditions
17.225	1,773,516,372	Unemployment Insurance
17.235	2,347,047	Senior Community Service Employment Program
17.245	33,664,312	Trade Adjustment Assistance - Workers
17.250	84,337	Job Training Partnership Act
17.253	4,570,820	Welfare-to-Work Grants to States and Localities
17.254	34,712	Welfare-to-Work Grants to Federally Recognized Tribes and Alaska Natives
17.255	17,959,500	Workforce Investment Act
17.261	1,057,333	Employment and Training Administration Pilots, Demonstrations and Research Projects
17.262	228,015	Employment and Training Administration Evaluations
17.502	1,351	Occupational Safety and Health - Susan Harwood Training Grants
17.503	5,329,371	Occupational Safety and Health - State Program
17.504	1,133,987	Consultation Agreements
17.600	154,237	Mine Health and Safety Grants
19	24,433	U.S. Department of State
19.405	79,737	Educational Partnerships Program
19.415	97,840	Professional Exchanges - Annual Open Grant
20	331,804	U.S. Department of Transportation
20.005	1,219,138	Boating Safety Financial Assistance
20.106	14,715,837	Airport Improvement Program
20.107	30	Airway Science
20.215	54,214	Highway Training and Education
20.218	2,778,428	National Motor Carrier Safety
20.219	1,109,767	Recreational Trails Program
20.312	1,499,176	High Speed Ground Transportation - Next Generation High Speed Rail Program
20.505	873,729	Federal Transit - Metropolitan Planning Grants
20.509	7,943,106	Formula Grants for Other Than Urbanized Areas
20.516	102,298	Job Access - Reverse Commute
20.700	198,403	Pipeline Safety
20.703	344,653	Interagency Hazardous Materials Public Sector Training and Planning Grants
21	46,682	U.S. Department of the Treasury
21.008	16,544	Low-Income Taxpayer Clinics
21.052	31,127	Alcohol, Tobacco, and Firearms - Training Assistance
23	3,616	Appalachian Regional Commission
23.001	323,222	Appalachian Regional Development
23.011	501,155	Appalachian State Research, Technical Assistance, and Demonstration Projects
30	78,100	Equal Employment Opportunity Commission
39.003	4,514,285	Donation of Federal Surplus Personal Property
39.011	147,793	Election Reform Payments
42	171,836	Library of Congress
43	1,189,196	National Aeronautics and Space Administration
43.001	1,133,749	Aerospace Education Services Program
43.002	244,022	Technology Transfer

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SUMMARY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Program Expenditures	CFDA Program Title or Cluster Title
45	11,058	National Foundation on the Arts and the Humanities
45.007	651,978	Promotion of the Arts - Partnership Agreements
45.024	13,692	Promotion of the Arts - Grants to Organizations and Individuals
45.025	49,972	Promotion of the Arts - Partnership Agreements
45.027	317,723	Promotion of the Arts - Challenge America Grants
45.129	12,625	Promotion of the Humanities - Federal/State Partnership
45.149	34,796	Promotion of the Humanities - Division of Preservation and Access
45.160	36,691	Promotion of the Humanities - Fellowships and Stipends
45.161	117,241	Promotion of the Humanities - Research
45.162	12,163	Promotion of the Humanities - Education Development and Demonstration
45.167	8,267	Promotion of the Humanities - Extending the Reach Grants to Presidentially Designated Minority Institutions
45.201	1	Arts and Artifacts Indemnity
45.301	63,815	Institute of Museum and Library Services
45.310	3,062,119	State Library Program
47	1,517,009	National Science Foundation
47.041	1,034,008	Engineering Grants
47.049	1,721,607	Mathematical and Physical Sciences
47.050	22,947	Geosciences
47.070	781,017	Computer and Information Science and Engineering
47.074	1,031,912	Biological Sciences
47.075	266,990	Social, Behavioral, and Economic Sciences
47.076	2,294,403	Education and Human Resources
47.078	28,645	Polar Programs
59	100,460	Small Business Administration
59.037	2,597,700	Small Business Development Center
62	10,070	Tennessee Valley Authority
64	12,739	U.S. Department of Veterans Affairs
64.005	206,720	Grants to States for Construction of State Home Facilities
64.016	6,455	Veterans State Hospital Care
64.124	282,770	All-Volunteer Force Educational Assistance
66	7,576	Environmental Protection Agency
66.432	3,026,421	State Public Water System Supervision
66.433	27,891	State Underground Water Source Protection
66.454	214,696	Water Quality Management Planning
66.456	266,142	National Estuary Program
66.458	66,327,739	Capitalization Grants for Clean Water State Revolving Funds
66.460	3,332,203	Nonpoint Source Implementation Grants
66.468	26,366,866	Capitalization Grants for Drinking Water State Revolving Fund
66.470	356,240	Hardship Grants Program for Rural Communities
66.471	1,848	State Grants to Reimburse Operators of Small Water Systems for Training and Certification Costs
66.472	173,430	Beach Monitoring and Notification Program Development Grants
66.474	21,764	Water Protection Grants to States
66.500	912,348	Environmental Protection Consolidated Research
66.600	60,162	Environmental Protection Consolidated Grants - Program Support
66.604	20,279	Environmental Justice Grants To Small Community Groups
66.606	1,430,878	Surveys, Studies, Investigations and Special Purpose Grants
66.607	9,293	Training and Fellowships for the Environmental Protection Agency
66.608	108,376	State Information Grants
66.701	58,809	Toxic Substances Compliance Monitoring Cooperative Agreements
66.707	327,410	TSCA Title IV State Lead Grants Certification of Lead-Based Paint Professionals

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SUMMARY)**

For the Fiscal Year Ended June 30, 2003

<b>Federal CFDA Number</b>	<b>Program Expenditures</b>	<b>CFDA Program Title or Cluster Title</b>
66.801	2,517,109	Hazardous Waste Management State Program Support
66.802	1,031,608	Superfund State, Political Subdivision, and Indian Tribe Site Specific - Cooperative Agreements
66.804	173,612	State and Tribal Underground Storage Tanks Program
66.805	2,086,635	Leaking Underground Storage Tank Trust Fund Program
66.808	1,589	Solid Waste Management Assistance
66.809	521,295	Superfund State and Indian Tribe Core Program Cooperative Agreements
66.950	2,327	Environmental Education and Training Program
66.951	5,485	Environmental Education Grants
77.001	14,120	Radiation Control - Training Assistance and Advisory Counseling
81	505,566	U.S. Department of Energy
81.041	3,759,982	State Energy Program
81.042	3,858,863	Weatherization Assistance for Low-Income Persons
81.049	229,222	Office of Science Financial Assistance Program
81.086	140,187	Conservation Research and Development
81.089	5	Fossil Energy Research and Development
81.114	3,976	University Nuclear Science and Reactor Support
81.116	10,765	Science and Engineering Training to Support Diversity-Related Programs
81.117	295,707	Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance
81.119	81,625	State Energy Program Special Projects
81.120	50,159	Arms Control and Nonproliferations Policy Analysis
82	422,351	United States Information Agency
82.010	84,847	College and University Partnerships Program
83	105,258	Federal Emergency Management Agency
83.011	19,866	Hazardous Materials Training Program for Implementation of the Superfund Amendment and Reauthorization Act (SARA) of 1986
83.105	152,578	Community Assistance Program - State Support Services Element (CAP-SSSE)
83.536	802,494	Flood Mitigation Assistance
83.544	71,244,698	Public Assistance Grants
83.545	412,474	Disaster Housing Program
83.548	13,766,442	Hazard Mitigation Grant
83.550	286,592	National Dam Safety Program
83.551	17,093	Project Impact: Building Disaster Resistant Communities
83.552	2,842,439	Emergency Management Performance Grants
83.555	6,188,717	Cooperating Technical Partners
83.557	53,727	Pre-Disaster Mitigation
83.562	111,365	State and Local All Hazards Emergency Operations Planning
83.563	2,474	Emergency Operations Centers
83.564	151,042	Citizen Corps
83.AAA	757,948	FEMA - Acquisition / Elevation
83.AAA	14,370,980	FEMA - Floyd Supplemental
84	9,846,352	U.S. Department of Education
84.002	16,828,480	Adult Education - State Grant Program
84.003	206,580	Bilingual Education
84.010	196,497,487	Title 1 Grants to Local Educational Agencies
84.011	6,650,497	Migrant Education State Grant Program
84.013	1,010,390	Title 1 Program for Neglected and Delinquent Children
84.016	103,266	Undergraduate International Studies and Foreign Language Programs
84.021	56,087	Overseas - Group Projects Abroad
84.031	11,738,522	Higher Education - Institutional Aid
84.037	8,219	Perkins Loan Cancellations



**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SUMMARY)**

For the Fiscal Year Ended June 30, 2003

<b>Federal CFDA Number</b>	<b>Program Expenditures</b>	<b>CFDA Program Title or Cluster Title</b>
84.048	31,156,992	Vocational Education - Basic Grants to States
84.078	30,778	Special Education - Postsecondary Education Programs for Persons with Disabilities
84.116	351,830	Fund for the Improvement of Postsecondary Education
84.120	516,010	Minority Science and Engineering Improvement
84.126	65,737,072	Rehabilitation Services - Vocational Rehabilitation Grants to States
84.128	91,959	Rehabilitation Services - Service Projects
84.129	94,552	Rehabilitation Long-Term Training
84.141	197,665	Migrant Education - High School Equivalency Program
84.144	82,097	Migrant Education - Coordination Program
84.153	74,907	Business and International Education Projects
84.161	246,629	Rehabilitation Services - Client Assistance Program
84.169	475,520	Independent Living - State Grants
84.170	32,177	Javits Fellowships
84.177	522,120	Rehabilitation Services - Independent Living Services for Older Individuals Who are Blind
84.181	12,595,004	Special Education - Grants for Infants and Families with Disabilities
84.185	1,086,366	Byrd Honors Scholarships
84.186	10,351,227	Safe and Drug-Free Schools and Communities - State Grants
84.187	1,006,031	Supported Employment Services for Individuals with Severe Disabilities
84.194	30,780	Bilingual Education Support Services
84.195	392,155	Bilingual Education - Professional Development
84.196	808,053	Education for Homeless Children and Youth
84.200	1,179,771	Graduate Assistance in Areas of National Need
84.206	130,248	Javits Gifted and Talented Students Education Grant Program
84.213	4,600,914	Even Start - State Educational Agencies
84.214	344,161	Even Start - Migrant Education
84.215	1,245,385	Fund for the Improvement of Education
84.224	491,138	Assistive Technology
84.240	278,027	Program of Protection and Advocacy of Individual Rights
84.243	2,768,105	Tech-Prep Education
84.265	158,582	Rehabilitation Training - State Vocational Rehabilitation Unit In-Service Training
84.276	1,191,856	Goals 2000 - State and Local Education Systemic Improvement Grants
84.281	4,094,313	Eisenhower Professional Development State Grants
84.282	2,368,183	Charter Schools
84.287	5,864,743	Twenty-First Century Community Learning Centers
84.293	22,479	Foreign Language Assistance
84.298	8,805,035	Innovative Education Program Strategies
84.299	122,539	Indian Education - Special Programs
84.302	1,052,824	Regional Technology in Education Consortia
84.303	1,484,257	Technology Innovation Challenge Grants
84.305	219,255	Education Research, Development and Dissemination
84.318	8,106,659	Education Technology State Grants
84.319	1,480,693	Eisenhower Regional Mathematics and Science Education Consortia
84.323	1,124,028	Special Education - State Program Improvement Grants for Children with Disabilities
84.324	1,264,913	Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities
84.325	3,766,814	Special Education - Personnel Preparation to Improve Services and Results for Children with Disabilities
84.326	252,515	Special Education - Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities
84.330	328,019	Advanced Placement Program
84.331	448,295	Grants to States for Incarcerated Youth Offenders

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SUMMARY)**

For the Fiscal Year Ended June 30, 2003

<b>Federal CFDA Number</b>	<b>Program Expenditures</b>	<b>CFDA Program Title or Cluster Title</b>
84.332	6,210,575	Comprehensive School Reform Demonstration
84.334	3,061,545	Gaining Early Awareness and Readiness for Undergraduate Programs
84.335	108,328	Child Care Access Means Parents in School
84.336	2,988,402	Teacher Quality Enhancement Grants
84.338	8,747,487	Reading Excellence
84.339	614,851	Learning Anytime Anywhere Partnerships
84.340	6,450,129	Class Size Reduction
84.342	1,922,843	Preparing Tomorrow's Teachers to Use Technology
84.343	107,027	Assistive Technology - State Grants for Protection and Advocacy
84.346	230,794	Vocational Education - Occupational and Employment Information State Grants
84.348	2,512,989	Title I Accountability Grants
84.350	258,573	Transition to Teaching
84.352	13,491,835	School Renovation Grants
84.355	15,696	Child Care Provider Loan Forgiveness Demonstration
84.358	2,662,473	Rural Education
84.365	3,372,896	English Language Acquisition Grants
84.366	29,291	Mathematics and Science Partnerships
84.367	42,408,117	Improving Teacher Quality State Grants
84.369	7,095,593	Grants for State Assessments and Related Activities
84.920	46,161	Minority Outreach Project
89.003	24,567	National Historical Publications and Records Grants
93	718,817	U.S. Department of Health and Human Services
93.003	908,626	Public Health and Social Services Emergency Fund
93.004	11,080	Cooperative Agreements to Improve the Health Status of Minority Populations
93.006	189,321	State and Territorial and Technical Assistance Capacity Development Minority HIV/AIDS Demonstration Program
93.032	2,412	Community Services Block Grant Discretionary Awards
93.041	112,496	Special Programs for the Aging - Title VII, Chapter 3 - Programs for Prevention of Elder Abuse, Neglect and Exploitation
93.042	341,415	Special Programs for the Aging - Title VII, Chapter 2 - Long Term Care Ombudsman Services for Older Individuals
93.043	555,042	Special Programs for The Aging - Title III, Part D - Disease Prevention and Health Promotion Services
93.048	482,625	Special Programs for the Aging - Title IV and Title II Discretionary Projects
93.051	544,783	Alzheimer's Disease Demonstration Grants to States
93.052	3,519,281	National Family Caregiver Support
93.104	4,283,961	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)
93.106	166,367	Minority International Research Training Grant in the Biomedical and Behavioral Sciences
93.110	320,262	Maternal and Child Health Federal Consolidated Programs
93.115	100,596	Biometry and Risk Estimation - Health Risks from Environmental Exposures
93.116	1,732,485	Project Grants and Cooperative Agreements for Tuberculosis Control Programs
93.121	103,692	Oral Diseases and Disorders Research
93.124	121,229	Nurse Anesthetist Traineeships
93.127	96,122	Emergency Medical Services for Children
93.130	262,762	Primary Care Services - Resource Coordination and Development
93.134	19,995	Grants to Increase Organ Donations
93.135	25,456	Centers for Research and Demonstration for Health Promotion and Disease Prevention
93.136	1,212,553	Injury Prevention and Control Research and State and Community Based Programs
93.138	552,708	Protection and Advocacy for Individuals with Mental Illness
93.150	500,919	Projects for Assistance in Transition from Homelessness (PATH)

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SUMMARY)**

For the Fiscal Year Ended June 30, 2003

<b>Federal CFDA Number</b>	<b>Program Expenditures</b>	<b>CFDA Program Title or Cluster Title</b>
93.161	60,165	Health Program for Toxic Substances and Disease Registry
93.165	17,375	Grants for State Loan Repayment
93.173	85,528	Research Related to Deafness and Communication Disorders
93.191	24,356	Allied Health Special Projects
93.192	556	Quentin N. Burdick Programs for Rural Interdisciplinary Training
93.197	730,425	Childhood Lead Poisoning Prevention Projects - State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children
93.206	8,521	Human Health Studies - Applied Research and Development
93.211	107,340	Rural Telemedicine Grants
93.217	5,518,727	Family Planning - Services
93.226	69,483	Research on Healthcare Costs, Quality and Outcomes
93.230	652,025	Consolidated Knowledge Development and Application (KD&A) Program
93.234	12,854	Traumatic Brain Injury - State Demonstration Grant Program
93.235	1,439,845	Abstinence Education
93.238	4,521	Cooperative Agreements for State Treatment Outcomes and Performance Pilot Studies Enhancement
93.241	445,098	State Rural Hospital Flexibility Program
93.242	337,056	Mental Health Research Grants
93.243	34,828	Substance Abuse and Mental Health Services - Projects of Regional and National Significance
93.247	484,653	Advanced Education Nursing Grant Program
93.251	144,998	Universal Newborn Hearing Screening
93.262	611,457	Occupational Safety and Health Research Grants
93.263	69,578	Occupational Safety and Health - Training Grants
93.268	37,237,868	Immunization Grants
93.273	264,371	Alcohol Research Programs
93.279	20,261	Drug Abuse Research Programs
93.283	21,982,555	Centers for Disease Control and Prevention - Investigations and Technical Assistance
93.298	1,878	Nurse Practitioner and Nurse-Midwifery Education Programs
93.301	215,229	Small Rural Hospital Improvement Grants
93.333	98	Clinical Research
93.358	308,787	Advanced Education Nursing Traineeships
93.361	10,000	Nursing Research
93.371	870,383	Biomedical Technology
93.375	2,006	Minority Biomedical Research Support
93.393	136,673	Cancer Cause and Prevention Research
93.395	6,000	Cancer Treatment Research
93.397	38,236	Cancer Centers Support Grants
93.399	44,034	Cancer Control
93.556	8,148,190	Promoting Safe and Stable Families
93.558	252,280,156	Temporary Assistance for Needy Families
93.560	-423,278	Family Support Payments to States - Assistance Payments
93.563	76,444,276	Child Support Enforcement
93.566	3,506,312	Refugee and Entrant Assistance - State Administered Programs
93.568	36,350,865	Low-Income Home Energy Assistance
93.569	16,239,505	Community Services Block Grant
93.570	14,336	Community Services Block Grant - Discretionary Awards
93.571	177,568	Community Services Block Grant Discretionary Awards - Community Food and Nutrition
93.576	1,203,882	Refugee and Entrant Assistance - Discretionary Grants
93.584	260,189	Refugee and Entrant Assistance - Targeted Assistance
93.585	566,214	Empowerment Zones Program
93.586	384,050	State Court Improvement Program

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SUMMARY)**

For the Fiscal Year Ended June 30, 2003

<b>Federal CFDA Number</b>	<b>Program Expenditures</b>	<b>CFDA Program Title or Cluster Title</b>
93.590	616,270	Community-Based Family Resource and Support Grants
93.592	111,245	Family Violence Prevention and Services/Grants for Battered Women's Shelters Discretionary Grants
93.597	77,087	Grants to States for Access and Visitation Programs
93.600	143,795	Head Start
93.601	16,693	Child Support Enforcement Demonstrations and Special Projects
93.603	534,775	Adoption Incentive Payments
93.630	2,666,034	Developmental Disabilities Basic Support and Advocacy Grants
93.631	86,189	Developmental Disabilities Projects of National Significance
93.643	529,585	Children's Justice Grants to States
93.645	7,410,140	Child Welfare Services - State Grants
93.658	50,971,608	Foster Care - Title IV-E
93.659	19,173,461	Adoption Assistance
93.667	51,975,953	Social Services Block Grant
93.669	514,635	Child Abuse and Neglect State Grants
93.670	279,850	Child Abuse and Neglect Discretionary Activities
93.671	1,821,397	Family Violence Prevention and Services/Grants for Battered Women's Shelters Grants to States and Indian Tribes
93.674	2,398,734	Chafee Foster Care Independent Living
93.767	122,189,531	State Children's Insurance Program
93.773	4,762,540	Medicare - Hospital Insurance
93.779	950,885	Centers for Medicare & Medicaid Services (CMS) Research, Demonstrations and Evaluations
93.822	692,025	Health Careers Opportunity Program
93.846	230,217	Arthritis, Musculoskeletal and Skin Diseases Research
93.848	972,154	Digestive Diseases and Nutrition Research
93.853	240,000	Extramural Research Programs in the Neurosciences and Neurological Disorders
93.854	27,844	Biological Basis Research in the Neurosciences
93.855	197,842	Allergy, Immunology and Transplantation Research
93.856	189,164	Microbiology and Infectious Diseases Research
93.859	98,635	Pharmacology, Physiology, and Biological Chemistry Research
93.864	216,753	Population Research
93.865	110,539	Center for Research for Mothers and Children
93.866	68,838	Aging Research
93.880	143,022	Minority Access to Research Careers
93.884	101,083	Grants for Residency Training in General Internal Medicine and/or General Pediatrics
93.887	53,585	Health Care and Other Facilities
93.895	237,900	Grants for Faculty Development in Family Medicine
93.896	179,473	Predoctoral Training in Primary Care (Family Medicine, General Internal Medicine/General Pediatrics)
93.910	275,199	Family and Community Violence Prevention Program
93.912	9,091	Rural Health Outreach and Rural Network Development Program
93.913	131,970	Grants to States for Operation of Offices of Rural Health
93.917	17,791,743	HIV Care Formula Grants
93.919	988,633	Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs
93.926	2,483,148	Healthy Start Initiative
93.928	16,500	Special Projects of National Significance
93.938	839,322	Cooperative Agreements to Support Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems
93.940	3,853,334	HIV Prevention Activities - Health Department Based
93.941	78,193	HIV Demonstration, Research, Public and Professional Education Projects

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SUMMARY)**

For the Fiscal Year Ended June 30, 2003

<b>Federal CFDA Number</b>	<b>Program Expenditures</b>	<b>CFDA Program Title or Cluster Title</b>
93.944	350,154	Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance
93.945	1,650,445	Assistance Programs for Chronic Disease Prevention and Control
93.952	68	Improving EMS/Trauma Care in Rural Areas
93.956	68,955	Agricultural Health and Safety Programs
93.958	7,492,056	Block Grants for Community Mental Health Services
93.959	33,452,664	Block Grants for Prevention and Treatment of Substance Abuse
93.960	113,581	Special Minority Initiatives
93.963	7,095	Graduate Programs in Health Administration
93.972	11,883	Health Professions Scholarship Program
93.974	196,227	Family Planning - Service Delivery Improvement Research Grants
93.977	4,548,937	Preventive Health Services - Sexually Transmitted Diseases Control Grants
93.984	287,741	Academic Administrative Units in Primary Care
93.988	949,350	Cooperative Agreements for State-Based Diabetes Control Programs and Evaluation of Surveillance Systems
93.990	464,328	National Health Promotion
93.991	3,565,646	Preventive Health and Health Services Block Grant
93.994	14,976,775	Maternal and Child Health Services Block Grant to the States
94.002	180,515	Retired and Senior Volunteer Program
94.003	305,130	State Commissions
94.004	734,195	Learn and Serve America - School and Community Based Programs
94.005	163,917	Learn and Serve America - Higher Education
94.006	3,315,474	AmeriCorps
94.007	166,710	Planning and Program Development Grants
94.009	139,436	Training and Technical Assistance
96.007	109,692	Social Security - Research and Demonstration
96.008	142,999	Social Security - Benefits Planning, Assistance, and Outreach Program
96.009	81,910	Social Security State Grants for Work Incentives Assistance to Disabled Beneficiaries
99	411,977	Other Federal Assistance
<b><u>\$ 11,815,130,561</u></b>		<b>Total Expenditures of Federal Awards</b>

The accompanying notes are an integral part of this schedule.

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><i>Aging—Cluster:</i></b>					
<b><u>U. S. Department of Health and Human Services</u></b>					
93.044	D	12,385,418	Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers		
93.045	D	9,938,016	Special Programs for the Aging - Title III, Part C - Nutrition Services		
		<u>22,323,434</u>	Total — Aging Cluster — U. S. Department of Health and Human Services		
		<u>22,323,434</u>	Total — Aging		
<b><i>Bilingual Education—Cluster:</i></b>					
<b><u>U. S. Department of Education</u></b>					
84.288	D	93,888	Bilingual Education-Program Development and Implementation Grants		
		<u>93,888</u>	Total — Bilingual Education Cluster — U. S. Department of Education		
		<u>93,888</u>	Total — Bilingual Education		
<b><i>CDBG—Cluster:</i></b>					
<b><u>U. S. Department of Housing and Urban Development</u></b>					
14.218	D	331,814	Community Development Block Grants/Entitlement Grants		
14.218	I	300	Community Development Block Grants/Entitlement Grants	HFN	City of High Point
14.218	I	595	Community Development Block Grants/Entitlement Grants	HGN	City of High Point
14.219	D	389,964	Community Development Block Grants/Small Cities Program		
14.219	I	174	Community Development Block Grants/Small Cities Program	N/A	Housing Auth City of Wilmington
		<u>722,847</u>	Total — CDBG - Entitlement and (HUD-Administered) Small Cities Cluster — U.S. Department of Housing and Urban Development		
		<u>722,847</u>	Total — CDBG		

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><i>Child Care—Cluster:</i></b>					
<b><u>U. S. Department of Health and Human Services</u></b>					
93.575	D	127,543,230	Child Care and Development Block Grant		
93.575	I	8,063	Child Care and Development Block Grant	N/A	Headstart
93.575	I	1,203	Child Care and Development Block Grant	N/A	Headstart
93.596	D	115,648,139	Child Care Mandatory and Matching Funds of the Child Care and Development Fund		
		<u>243,200,635</u>	Total — Child Care Cluster — U. S. Department of Health and Human Services		
		<u>243,200,635</u>	Total — Child Care		
<b><i>Child Nutrition—Cluster:</i></b>					
<b><u>U. S. Department of Agriculture</u></b>					
10.553	D	56,276,958	School Breakfast Program		
10.555	D	190,226,462	National School Lunch Program		
10.556	D	187,400	Special Milk Program for Children		
10.559	D	5,203,857	Summer Food Service Program for Children		
		<u>251,894,677</u>	Total — Child Nutrition Cluster — U. S. Department of Agriculture		
		<u>251,894,677</u>	Total — Child Nutrition		
<b><i>Consolidated Health Centers—Cluster:</i></b>					
<b><u>U. S. Department of Health and Human Services</u></b>					
93.224	D	1,009,682	Community Health Centers		
		<u>1,009,682</u>	Total — Consolidated Health Centers Cluster — U. S. Department of Health and Human Services		
		<u>1,009,682</u>	Total — Consolidated Health Centers		

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><i>Disability Insurance/SSI—Cluster:</i></b>					
<b><u>Social Security Administration</u></b>					
96.001	D	46,628,516	Social Security - Disability Insurance		
		46,628,516	Total — Disability Insurance/SSI Cluster — Social Security Administration		
		46,628,516	Total — Disability Insurance/SSI		
<b><i>Emergency Food Assistance—Cluster:</i></b>					
<b><u>U. S. Department of Agriculture</u></b>					
10.568	D	1,211,020	Emergency Food Assistance Program (Administrative Costs)		
		1,211,020	Total — Emergency Food Assistance Cluster — U. S. Department of Agriculture		
		1,211,020	Total — Emergency Food Assistance		
<b><i>Employment Services—Cluster:</i></b>					
<b><u>U. S. Department of Labor</u></b>					
17.207	D	31,435,380	Employment Service		
17.801	D	1,741,284	Disabled Veterans' Outreach Program (DVOP)		
17.804	D	2,457,292	Local Veterans' Employment Representative Program		
		35,633,956	Total — Employment Services Cluster — U. S. Department of Labor		
		35,633,956	Total — Employment Services		
<b><i>Federal Transit—Cluster:</i></b>					
<b><u>U. S. Department of Transportation</u></b>					
20.500	D	1,064,541	Federal Transit - Capital Investment Grants		
		1,064,541	Total — Federal Transit Cluster — U. S. Department of Transportation		
		1,064,541	Total — Federal Transit		



**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><i>Fish and Wildlife—Cluster:</i></b>					
<b><u>U. S. Department of Interior</u></b>					
15.605	D	3,962,801	Sport Fish Restoration		
15.611	D	4,558,792	Wildlife Restoration		
		<u>8,521,593</u>	Total — Fish and Wildlife Cluster — U. S. Department of Interior		
		<u>8,521,593</u>	Total — Fish and Wildlife		
<b><i>Food Stamp—Cluster:</i></b>					
<b><u>U. S. Department of Agriculture</u></b>					
10.551	D	607,666,738	Food Stamps		
10.561	D	65,777,963	State Administrative Matching Grants for Food Stamp Program		
		<u>673,444,701</u>	Total — Food Stamp Cluster — U. S. Department of Agriculture		
		<u>673,444,701</u>	Total — Food Stamp		
<b><i>Foster Grandparent/Senior Companion—Cluster:</i></b>					
<b><u>Corporation for National and Community Service</u></b>					
94.011	D	536,725	Foster Grandparent Program		
94.016	D	40,214	Senior Companion Program		
		<u>576,939</u>	Total — Foster Grandparent/Senior Companion Cluster — Corporation for National and Community Service		
		<u>576,939</u>	Total — Foster Grandparent/Senior Companion		
<b><i>Highway Planning and Construction—Cluster:</i></b>					
<b><u>U. S. Department of Transportation</u></b>					
20.205	D	671,749,574	Highway Planning and Construction		
20.205	I	2,656	Highway Planning and Construction	N/A	KHA
		<u>671,752,230</u>	Total — Highway Planning and Construction Cluster — U. S. Department of Transportation		

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>U. S. Appalachian Regional Commission</u></b>					
23.003	D	18,903,627	Appalachian Development Highway System		
		18,903,627	Total — Highway Planning and Construction Cluster — U.S. Applachian Regional Commission		
		690,655,857	Total — Highway Planning and Construction		
<b><i>Highway Safety—Cluster:</i></b>					
<b><u>U. S. Department of Transportation</u></b>					
20.600	D	3,130,152	State and Community Highway Safety		
20.601	D	473,366	Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants		
20.602	D	354,223	Occupant Protection		
20.603	D	223,617	Federal Highway Safety Data Improvements Incentive Grants		
20.604	D	1,260,831	Safety Incentive Grants for Use of Seatbelts		
20.605	D	3,786,607	Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated Persons		
		9,228,796	Total — Highway Safety Cluster — U. S. Department of Transportation		
		9,228,796	Total — Highway Safety		
<b><i>Medicaid—Cluster:</i></b>					
<b><u>U. S. Department of Health and Human Services</u></b>					
93.775	D	1,377,991	State Medicaid Fraud Control Units		
93.777	D	3,506,639	State Survey and Certification of Health Care Providers and Suppliers		
93.778	D	4,470,965,510	Medical Assistance Program		
		4,475,850,140	Total — Medicaid Cluster — U. S. Department of Health and Human Services		
		4,475,850,140	Total — Medicaid		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><i>Native American Employment and Training—Cluster:</i></b>					
<b><u>U. S. Department of Labor</u></b>					
17.251	D	189,821	Native American Employment and Training Programs		
		189,821	Total — Native American Employment and Training Cluster — U. S. Department of Labor		
		189,821	Total — Native American Employment and Training		
<b><i>Public Works and Economic Development—Cluster:</i></b>					
<b><u>U. S. Department of Commerce</u></b>					
11.307	D	562,819	Economic Adjustment Assistance		
		562,819	Total — Public Works and Economic Development Cluster — U. S. Department of Commerce		
		562,819	Total — Public Works and Economic Development		
<b><i>Research and Development—Cluster:</i></b>					
<b><u>U. S. Department of Agriculture</u></b>					
10	D	935,761	U.S. Department of Agriculture		
10	I	1,380	U.S. Department of Agriculture	018000 320935 0	Mississippi State Univ
10	I	46,276	U.S. Department of Agriculture	99-1197	AGDIA, Inc.
10	I	21,865	U.S. Department of Agriculture	N/A	Amer Floral Endowmnt
10	I	125,029	U.S. Department of Agriculture	647187	BRDC
10	I	2,890	U.S. Department of Agriculture	N/A	National Plant Board
10	I	7,623	U.S. Department of Agriculture	N/A	Natl Dairy PRB
10	I	74,449	U.S. Department of Agriculture	911403 740050	Ohio State Univ.
10	I	146,378	U.S. Department of Agriculture	RF00908498 #741927	Ohio State Univ.
10	I	-108	U.S. Department of Agriculture	L72017	Univ of Florida
10	I	8,001	U.S. Department of Agriculture	L72018	Univ of Florida
10	I	2,249	U.S. Department of Agriculture	L72026	Univ of Florida
10	I	18,127	U.S. Department of Agriculture	L77219	Univ of Florida
10	I	18,500	U.S. Department of Agriculture	L79857	Univ of Florida
10	I	-186	U.S. Department of Agriculture	RD309-022/5192514	Univ of Georgia
10	I	39	U.S. Department of Agriculture	RD309-032/1575607	Univ of Georgia

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
10	I	55,429	U.S. Department of Agriculture	RD309-036/1789747	Univ of Georgia
10	I	61,341	U.S. Department of Agriculture	72890	Univ of Tennessee
10	I	14,658	U.S. Department of Agriculture	Z3730-01, MEMO-02	Univ of Tennessee
10	I	31,353	U.S. Department of Agriculture	CR-19071-428902	VA. Polytech. Inst.
10	I	23	U.S. Department of Agriculture	01-155-UNC-GSA-LS-001	Signal Corporation
10	I	28,897	U.S. Department of Agriculture	RD309-031/5493833	University of Georgia
10.001	D	1,460,062	Agricultural Research - Basic and Applied Research		
10.001	I	4,000	Agricultural Research - Basic and Applied Research	L79861	Univ of Florida
10.001	I	5,000	Agricultural Research - Basic and Applied Research	L79870	Univ of Florida
10.001	I	18,500	Agricultural Research - Basic and Applied Research	L79930	Univ of Florida
10.001	I	14,000	Agricultural Research - Basic and Applied Research	L80066	Univ of Florida
10.025	D	719,852	Plant and Animal Disease, Pest Control, and Animal Care		
10.164	D	20,000	Wholesale Market Development		
10.200	D	2,920,463	Grants for Agricultural Research, Special Research Grants		
10.200	I	9,334	Grants for Agricultural Research, Special Research Grants	457-2001555	Clemson University
10.200	I	4,629	Grants for Agricultural Research, Special Research Grants	42405-6982	Cornell University
10.200	I	2,414	Grants for Agricultural Research, Special Research Grants	42405-7042	Cornell University
10.200	I	11,812	Grants for Agricultural Research, Special Research Grants	REQ. NO. R521879	Rutgers University
10.200	I	27,415	Grants for Agricultural Research, Special Research Grants	00-38500-8992	South Reg Aqua Ctr
10.200	I	16	Grants for Agricultural Research, Special Research Grants	L66274	Univ of Florida
10.200	I	2,552	Grants for Agricultural Research, Special Research Grants	L72329	Univ of Florida
10.200	I	90	Grants for Agricultural Research, Special Research Grants	S99012	Univ of Florida
10.200	I	10,354	Grants for Agricultural Research, Special Research Grants	S99014	Univ of Florida
10.200	I	82,914	Grants for Agricultural Research, Special Research Grants	SC000869-1-1	Univ of Florida
10.200	I	19,364	Grants for Agricultural Research, Special Research Grants	SC02046-1-3	Univ of Florida
10.200	I	6,468	Grants for Agricultural Research, Special Research Grants	SC02046-1-4/L82339	Univ of Florida
10.200	I	9,426	Grants for Agricultural Research, Special Research Grants	RD309-028/4183357	Univ of Georgia
10.200	I	3,600	Grants for Agricultural Research, Special Research Grants	RD309-028/5814467	Univ of Georgia
10.200	I	54,960	Grants for Agricultural Research, Special Research Grants	RD309-032/1575597	Univ of Georgia
10.200	I	1,127	Grants for Agricultural Research, Special Research Grants	RD309-032/1575647	Univ of Georgia
10.200	I	30,819	Grants for Agricultural Research, Special Research Grants	RD309-036/1789767	Univ of Georgia
10.200	I	49,445	Grants for Agricultural Research, Special Research Grants	RD309-036/1789777	Univ of Georgia
10.200	I	456	Grants for Agricultural Research, Special Research Grants	RD309-049/6582527	Univ of Georgia
10.200	I	24,000	Grants for Agricultural Research, Special Research Grants	UM-S462	Univ of Maine

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
10.200	I	2,772	Grants for Agricultural Research, Special Research Grants	2002-0783-01	Univ of Nebraska
10.200	I	5,000	Grants for Agricultural Research, Special Research Grants	2002-0783-02	Univ of Nebraska
10.200	I	5,000	Grants for Agricultural Research, Special Research Grants	2002-0783-03	Univ of Nebraska
10.200	I	129	Grants for Agricultural Research, Special Research Grants	2002-0783-04	Univ of Nebraska
10.200	I	5,000	Grants for Agricultural Research, Special Research Grants	2002-0783-05	Univ of Nebraska
10.200	I	2,050	Grants for Agricultural Research, Special Research Grants	2002-0783-06	Univ of Nebraska
10.200	I	4,473	Grants for Agricultural Research, Special Research Grants	2002-0783-07	Univ of Nebraska
10.200	I	2,907	Grants for Agricultural Research, Special Research Grants	2002-0783-08	Univ of Nebraska
10.200	I	2,774	Grants for Agricultural Research, Special Research Grants	2002-0783-09	Univ of Nebraska
10.200	I	41,027	Grants for Agricultural Research, Special Research Grants	25-6222-0149-002	Univ of Nebraska
10.200	I	4,901	Grants for Agricultural Research, Special Research Grants	RD309-040/3581477	University of Georgia
10.202	D	885,955	Cooperative Forestry Research		
10.203	D	6,247,984	Payments to Agricultural Experiment Stations Under the Hatch Act		
10.205	D	1,168,401	Payments to 1890 Land-Grant Colleges and Tuskegee University		
10.206	D	3,152,898	Grants for Agricultural Research - Competitive Research Grants		
10.206	I	5,136	Grants for Agricultural Research - Competitive Research Grants	N/A	Emory University
10.206	I	17,796	Grants for Agricultural Research - Competitive Research Grants	2002-35212-12386	Emory University
10.206	I	25,866	Grants for Agricultural Research - Competitive Research Grants	NCSU#2001-1114	Emory University
10.206	I	28,408	Grants for Agricultural Research - Competitive Research Grants	GC034-02-Z2329	Montana State Univ.
10.206	I	85,341	Grants for Agricultural Research - Competitive Research Grants	PO# Y712508	Univ of Arizona
10.206	I	223	Grants for Agricultural Research - Competitive Research Grants	RC294-228/5493963	Univ of Georgia
10.206	I	1,008	Grants for Agricultural Research - Competitive Research Grants	Subcontract #0001	Warren Wilson Coll.
10.207	D	196,539	Animal Health and Disease Research		
10.210	D	216,161	Food and Agricultural Sciences National Needs Graduate Fellowship Grants		
10.212	I	-4,397	Small Business Innovation Research	36892	Fins Technology LLC
10.216	D	457,394	1890 Institution Capacity Building Grants		
10.217	D	57	Higher Education Challenge Grants		
10.219	D	20,964	Biotechnology Risk Assessment Research		
10.224	D	445,412	Fund for Rural America - Research, Education, and Extension Activities		
10.250	I	18,727	Agricultural and Rural Economic Research	K-981834-09	Univ Calif-Davis
10.302	D	2,846,500	Initiative for Future Agriculture and Food Systems		
10.302	I	33,145	Initiative for Future Agriculture and Food Systems	588-75582072002739	Clemson University
10.302	I	103,224	Initiative for Future Agriculture and Food Systems	K002253-01	Univ of California
10.302	I	13,313	Initiative for Future Agriculture and Food Systems	UF-IFAS-01041805-3	Univ of Florida

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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
10.302	I	50,334	Initiative for Future Agriculture and Food Systems	RD321-156/4183137	Univ of Georgia
10.302	I	81,864	Initiative for Future Agriculture and Food Systems	H4086181501	Univ of Minnesota
10.302	I	7,614	Initiative for Future Agriculture and Food Systems	CR-19071-428950	VA. Polytech. Inst.
10.302	I	8,816	Initiative for Future Agriculture and Food Systems	332.77-02.448	Tennessee State University
10.303	D	1,012,409	Integrated Programs		
10.303	I	33,315	Integrated Programs	517-70342072002109	Clemson University
10.303	I	3,527	Integrated Programs	586-75572072002775	Clemson University
10.303	I	14,036	Integrated Programs	416-30-01	Iowa State Univ.
10.303	I	76,748	Integrated Programs	1327 424107	Rutgers University
10.303	I	18,617	Integrated Programs	450140-10	Texas A & M Univ.
10.303	I	176	Integrated Programs	00RA6835-NC	Univ of California
10.303	I	1,093	Integrated Programs	SC000453-1-1	Univ of Florida
10.303	I	53,857	Integrated Programs	SC000453-1-5	Univ of Florida
10.303	I	33,725	Integrated Programs	590199	Univ of Illinois
10.450	I	1,186	Crop Insurance	010500-320946-01	Mississippi State
10.500	D	13,734,255	Cooperative Extension Service		
10.500	I	3,882	Cooperative Extension Service	N/A	National 4-H Council
10.500	I	1,805	Cooperative Extension Service	622029	Texas A & M Univ.
10.500	I	5,546	Cooperative Extension Service	TCE622640-9	Texas A & M Univ.
10.500	I	6,918	Cooperative Extension Service	RE670-054/6330237	Univ of Georgia
10.500	I	60,706	Cooperative Extension Service	RE675-107/2279567	Univ of Georgia
10.500	I	6,135	Cooperative Extension Service	RE675-107/3582447	Univ of Georgia
10.500	I	32,737	Cooperative Extension Service	99-EYAR-1-0601	Univ of Kentucky
10.500	I	32,300	Cooperative Extension Service	421-55000208	Univ of Minnesota
10.500	I	68	Cooperative Extension Service	LWF 63-121-16804	Univ of Nebraska
10.652	D	846,676	Forestry Research		
10.664	D	15,000	Cooperative Forestry Assistance		
10.855	D	37,800	Distance Learning and Telemedicine Loans and Grants		
10.902	D	31,963	Soil and Water Conservation		
10.904	D	15,311	Watershed Protection and Flood Prevention		
10.905	D	21,271	Plant Materials for Conservation		
10.912	D	2,004	Environmental Quality Incentives Program		

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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
10.960	D	66,906	Technical Agricultural Assistance		
10.961	D	36,935	Scientific Cooperation and Research		
		<u>39,510,667</u>	Total — Research and Development — U. S. Department of Agriculture		
<b><u>U. S. Department of Commerce</u></b>					
11	D	61,492	U.S. Department of Commerce		
11	I	6,535	U.S. Department of Commerce	N/A	Clemson University
11	I	-57,850	U.S. Department of Commerce	1-52U-6972-002	Res. Triangle Inst.
11	I	45,450	U.S. Department of Commerce	1266	Rutgers University
11	I	3,304	U.S. Department of Commerce	4542186	Univ of Puerto Rico
11	I	6,374	U.S. Department of Commerce	RD309-022/409054	University of Georgia
11.113	I	35,277	ITA Special Projects	N/A	Clemson University
11.113	I	235,940	ITA Special Projects	ADM-NCSU	Clemson University
11.113	I	36,421	ITA Special Projects	C01-C01	Clemson University
11.113	I	151,968	ITA Special Projects	C01-S08	Clemson University
11.113	I	105,541	ITA Special Projects	F01-S14	Clemson University
11.113	I	75,549	ITA Special Projects	F02-S05	Clemson University
11.113	I	108,472	ITA Special Projects	F02-S08	Clemson University
11.113	I	172,415	ITA Special Projects	I00-S15	Clemson University
11.113	I	43,431	ITA Special Projects	I01-A32	Clemson University
11.113	I	8,382	ITA Special Projects	I01-P13	Clemson University
11.113	I	163,759	ITA Special Projects	I01-S01	Clemson University
11.113	I	158,536	ITA Special Projects	I01-S02	Clemson University
11.113	I	142,207	ITA Special Projects	I01-S10	Clemson University
11.113	I	78,251	ITA Special Projects	I01-S12	Clemson University
11.113	I	251,153	ITA Special Projects	M01-S03	Clemson University
11.113	I	196,742	ITA Special Projects	M02-S01	Clemson University
11.113	I	62,389	ITA Special Projects	NTC Subagreement/8	Clemson University
11.113	I	164,121	ITA Special Projects	NTC Subagreement/9	Clemson University
11.113	I	6,854	ITA Special Projects	NTC Subagreement	Clemson University
11.113	I	606,419	ITA Special Projects	NTC Subagreement/10	Clemson University
11.312	D	39,223	Research and Evaluation Program		
11.400	D	62,555	Geodetic Surveys and Services (Geodesy and Applications of the National Geodetic Reference System)		

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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
11.405	D	9,908	Anadromous Fish Conservation Act Program		
11.407	D	110,093	Interjurisdictional Fisheries Act of 1986		
11.413	D	23,894	Fishery Products Inspection and Certification		
11.417	D	2,322,258	Sea Grant Support		
11.417	I	16,291	Sea Grant Support	SCSGC	SC Sea Grant
11.419	D	3,030,898	Coastal Zone Management Administration Awards		
11.420	D	641,072	Coastal Zone Management Estuarine Research Reserves		
11.420	I	22,074	Coastal Zone Management Estuarine Research Reserves	00-358	CICEET
11.420	I	17,807	Coastal Zone Management Estuarine Research Reserves	02-05-087	U.Miss/NOAA
11.426	D	12,604	Financial Assistance for National Centers for Coastal Ocean Science		
11.427	D	46,880	Fisheries Development and Utilization Research and Development Grants and Cooperative Agreements Program		
11.429	D	9,294	Marine Sanctuary Program		
11.430	D	2,843,397	Undersea Research		
11.430	I	-5,823	Undersea Research	CMRC-00-NRDE-0301C	Perry Institute
11.430	I	37,260	Undersea Research	CMRC-01-NRDE-0402A	Perry Institute
11.430	I	4,971	Undersea Research	NED-02	Nedimyer, Ken
11.430	I	5,011	Undersea Research	37NURP-2001-03-20	NURC
11.432	I	10,951	Office of Oceanic and Atmospheric Research (OAR) Joint and Cooperative Institutes	6-66860 / P715647	Univ of Miami
11.433	I	14,175	Marine Fisheries Initiative	742253	Ohio State Unvi
11.434	D	117,397	Cooperative Fishery Statistics		
11.439	D	22,823	Marine Mammal Data Program		
11.440	D	232	Environmental Sciences, Applications, Data, and Education		
11.440	I	19,260	Environmental Sciences, Applications, Data, and Education	FWC99184	FMRI/NOAA
11.441	D	2,887	Regional Fishery Management Councils		
11.455	I	17,298	Cooperative Science and Education Program	4-25023	Rutgers/NMFS
11.457	D	92,299	Chesapeake Bay Studies		
11.457	I	2,985	Chesapeake Bay Studies	SC035-27565D	Univ of Maryland
11.460	D	655,330	Special Oceanic and Atmospheric Projects		
11.460	I	1,099,658	Special Oceanic and Atmospheric Projects	03-741/22146J	Univ of S. Carolina
11.460	I	108,733	Special Oceanic and Atmospheric Projects	03-742	Univ South Carolina
11.468	D	102,961	Applied Meteorological Research		
11.473	D	19,675	Coastal Services Center		
11.473	I	93,909	Coastal Services Center	NA06OCO373-001	Waterstone Enterpri.



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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
11.474	D	328,704	Atlantic Coastal Fisheries Cooperative Management Act		
11.478	D	534,658	Center for Sponsored Coastal Ocean Research - Coastal Ocean Program		
11.550	D	79,707	Public Telecommunications Facilities - Planning and Construction		
11.609	D	25,908	Measurement and Engineering Research and Standards		
		<u>15,468,350</u>	Total — Research and Development — U. S. Department of Commerce		
<b><u>U. S. Department of Defense</u></b>					
12	D	3,401,219	U.S. Department of Defense		
12	I	20,971	U.S. Department of Defense	N/A	American Egg Board
12	I	35	U.S. Department of Defense	303-9945/DS603	Duke Univ
12	I	41,919	U.S. Department of Defense	N/A	GEO-Centers, Inc
12	I	89,141	U.S. Department of Defense	N/A	GEO-Centers, Inc
12	I	24,211	U.S. Department of Defense	N/A	Madison Tech Internl
12	I	58	U.S. Department of Defense	077/002735	Skidaway Inst of Oce
12	I	13,991	U.S. Department of Defense	01505-1	TRC Garrow Associate
12	I	108	U.S. Department of Defense	FY1999-034	Univ of Kansas
12	I	419	U.S. Department of Defense	A100193	Woods Hole Ocea Inst
12	I	11,267	U.S. Department of Defense	A100288	Woods Hole Ocea Inst
12	I	28,524	U.S. Department of Defense	N/A	ABB, Inc.
12	I	12,130	U.S. Department of Defense	98-76019-A	Advance. Tech. Mat.
12	I	72,991	U.S. Department of Defense	TCN 02133 DO 0136	Battelle Columbs Div
12	I	7,796	U.S. Department of Defense	TCN 02177 DO 0173	Battelle Columbs Div
12	I	29,331	U.S. Department of Defense	G-7404-1	Colorado State Univ.
12	I	33,849	U.S. Department of Defense	G-7460-1	Colorado State Univ.
12	I	265,343	U.S. Department of Defense	20100072	Concurrent Tech Co
12	I	353,332	U.S. Department of Defense	37653	Cree, Inc.
12	I	22,236	U.S. Department of Defense	GC-3291-044-01-009	GEO-Centers, Inc.
12	I	9,434	U.S. Department of Defense	N/A	Hexatech, Inc.
12	I	125,031	U.S. Department of Defense	B09360065	Honeywell Intl
12	I	40,527	U.S. Department of Defense	N/A	Kyma Technologies
12	I	-22,193	U.S. Department of Defense	12/13/99 RES AGREE	Kyma Technology, Inc
12	I	21,320	U.S. Department of Defense	SC-0244-00-0004	Mission Res. Corp.
12	I	166,856	U.S. Department of Defense	SC0244000004/NCSU1	Mission Res. Corp.
12	I	69,539	U.S. Department of Defense	150-1947A	New York State Univ

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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
12	I	21,058	U.S. Department of Defense	N/A	Protean Devices, Inc
12	I	20,129	U.S. Department of Defense	NCS05072A	PTS Company
12	I	195,210	U.S. Department of Defense	R13535-41600001	Rice University
12	I	22,573	U.S. Department of Defense	2003-0358	Snow Aviation Int'l
12	I	75,544	U.S. Department of Defense	598389	Stevens Inst of Tech
12	I	26,081	U.S. Department of Defense	TO02-34-001	Taitech, Inc.
12	I	186,241	U.S. Department of Defense	N/A	TAO of Systems Integ
12	I	5,854	U.S. Department of Defense	F7116-02-SC1295	Texas Research Insti
12	I	2,422	U.S. Department of Defense	144210	TRC Garrow Assoc.
12	I	310,886	U.S. Department of Defense	37649	Univ of California
12	I	78,836	U.S. Department of Defense	37688	Univ of California
12	I	56,243	U.S. Department of Defense	1000-G-CF980	Univ of California
12	I	74,873	U.S. Department of Defense	OR1680-001.01	Univ of Tennessee
12	I	1	U.S. Department of Defense	NCA&STU/02/6113	Kevric Company
12	I	4,737	U.S. Department of Defense	3-9RU-8199S-000	Research Triangle Institute
12	I	42,774	U.S. Department of Defense	B1U441808	Rockwell International
12	I	-7,906	U.S. Department of Defense	DAAL01 96 2 0003	Rockwell International
12	I	663	U.S. Department of Defense	DAAL01 96 2 0003	Rockwell International
12	I	1,046	U.S. Department of Defense	DAAL01-96-2-0003	Rockwell International
12	I	32,844	U.S. Department of Defense	CL#30 21530 014 62112	Tuskegee University
12	I	47,223	U.S. Department of Defense	02-S437-038-C1	Universal Technology Corp
12	I	21,194	U.S. Department of Defense	3-45231-7810	University of New Mexico
12	I	1,244	U.S. Department of Defense	CR-4776-430675	Virginia Polytechnical Institute
12.002	D	322,122	Procurement Technical Assistance for Business Firms		
12.102	I	51,361	Emergency Rehabilitation of Flood Control Works or Federally Authorized Coastal Protection Works	N/A	Univ of Notre Dame
12.300	D	9,750,506	Basic and Applied Scientific Research		
12.300	I	25,805	Basic and Applied Scientific Research	00-011	Univ of Alabama
12.300	I	-385	Basic and Applied Scientific Research	00-018	Univ of Alabama-Tusc
12.300	I	40,481	Basic and Applied Scientific Research	F007030	Univ of Michigan
12.300	I	54,901	Basic and Applied Scientific Research	UTA02-396	Univ of Texas-Austin
12.300	I	28,686	Basic and Applied Scientific Research	A100128	Woods Hole Ocea Inst
12.300	I	49,910	Basic and Applied Scientific Research	PO# 10173846	Univ of California
12.300	I	42,785	Basic and Applied Scientific Research	B428160	Univ of Delaware

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
12.300	I	87,859	Basic and Applied Scientific Research	621974	Univ of Illinois
12.300	I	-1,087	Basic and Applied Scientific Research	N000140110176	Univ of S Florida
12.420	D	1,962,413	Military Medical Research and Development		
12.420	I	45,816	Military Medical Research and Development	646-7558-201-20	Clemson Univ
12.420	I	2,617	Military Medical Research and Development	PO# 8001-21024-	Johns Hopkins Univ
12.420	I	-2,862	Military Medical Research and Development	DS623	Duke University
12.420	I	29,115	Military Medical Research and Development	DAMD17-01-1-0811	Rush-Presbyterian-St
12.420	I	1,581	Military Medical Research and Development	NAG2-1345	Columbia University
12.431	D	3,611,785	Basic Scientific Research		
12.431	I	17,177	Basic Scientific Research	TCN 00131 DO 0634	Battelle Columbs Div
12.431	I	4,385	Basic Scientific Research	TCN 00138 DO 641	Battelle Columbs Div
12.431	I	55,361	Basic Scientific Research	318-7034-201200222	Clemson University
12.431	I	34,958	Basic Scientific Research	AA-5-72732-D1	Oklahoma State Univ
12.431	I	122,154	Basic Scientific Research	2134114	Univ of North Texas
12.431	I	49,150	Basic Scientific Research	DAMD1798C8045	LSU-Health Sci Ctr
12.431	I	5,000	Basic Scientific Research	02063-064	ACDY Appld Science
12.630	D	208,908	Basic, Applied, and Advanced Research in Science and Engineering		
12.630	I	20,199	Basic, Applied, and Advanced Research in Science and Engineering	01-SC-AFO-1019	Duke University
12.630	I	108,960	Basic, Applied, and Advanced Research in Science and Engineering	01-SC-AFO-1019	Duke University
12.630	I	62,918	Basic, Applied, and Advanced Research in Science and Engineering	F003525	Univ of Michigan
12.800	D	1,654,926	Air Force Defense Research Sciences Program		
12.800	I	42,461	Air Force Defense Research Sciences Program	1017809/21719/1	New York State Univ
12.800	I	142,766	Air Force Defense Research Sciences Program	14761-S2	Vanderbilt Univ.
12.901	D	318,383	Mathematical Sciences Grants Program		
12.910	D	971,945	Research and Technology Development		
12.910	I	21,565	Research and Technology Development	PO#GC178659NGD	Boston University
12.910	I	323	Research and Technology Development	171102	Boston University
12.910	I	41,435	Research and Technology Development	531-0226-1	Purdue University
12.910	I	32,460	Research and Technology Development	BCTR0100745	Anne Arundel Med Ctr
12.910	I	127,053	Research and Technology Development	DAAD05-01-C-0033	High Performance Technologies
		<u>26,205,050</u>	Total — Research and Development — U. S. Department of Defense		

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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>U. S. Department of Housing and Urban Development</u></b>					
14	D	56,730	U.S. Department of Housing and Urban Development		
14	I	68,060	U.S. Department of Housing and Urban Development	N/A	Neighbrhd Reinv Corp
14.234	D	50,468	Community Development Work-Study Program		
14.246	D	62,945	Community Development Block Grants/Brownfields Economic Development Initiative		
14.516	D	12,500	Doctoral Dissertation Research Grants		
		<u>250,703</u>	Total — Research and Development — U. S. Department of Housing and Urban Development		
<b><u>U. S. Department of Interior</u></b>					
15	D	313,806	U.S. Department of the Interior		
15.608	D	46,356	Fish and Wildlife Management Assistance		
15.611	I	161,914	Wildlife Restoration	050-00-000249	Puerto Rico Dept. Nr
15.614	D	864,436	Coastal Wetlands Planning, Protection and Restoration Act		
15.615	D	19,966	Cooperative Endangered Species Conservation Fund		
15.615	I	10,612	Cooperative Endangered Species Conservation Fund	050-00-000282	Puerto Rico Dept. Nr
15.616	D	31,890	Clean Vessel Act		
15.805	D	76,817	Assistance to State Water Resources Research Institutes		
15.807	D	8,034	Earthquake Hazards Reduction Program		
15.808	D	1,432,176	U.S. Geological Survey: Research and Data Acquisition		
15.808	I	19,371	U.S. Geological Survey: Research and Data Acquisition	N/A	Sterling College
15.810	D	10,991	National Cooperative Geologic Mapping Program		
15.904	D	28,050	Historic Preservation Fund Grants-In-Aid		
15.915	D	39,973	Technical Preservation Services		
15.916	D	98,595	Outdoor Recreation - Acquisition, Development and Planning		
15.921	I	18,257	Rivers, Trails and Conservation Assistance	H8000A01000NPS	Univ of S Dakota
15.976	D	-8,509	Migratory Bird Banding and Data Analysis		
		<u>3,172,734</u>	Total — Research and Development — U. S. Department of Interior		
<b><u>U. S. Department of Justice</u></b>					
16	I	26,321	U.S. Department of Justice	2001CKWXK051	Michael S. Scott
16	I	4,487	U.S. Department of Justice	2002CKWX0003	Michael S. Scott
16.560	D	35	National Institute of Justice Research, Evaluation, and Development Project Grants		
		<u>30,843</u>	Total — Research and Development — U. S. Department of Justice		

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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>U. S. Department of State</u></b>					
19	D	26,919,475	U.S. Department of State		
19	I	623,342	U.S. Department of State	N/A	Engenderhealth, Inc
19	I	67,201	U.S. Department of State	FC0 80011/HRN-A	Family Health Intl
19	I	760,154	U.S. Department of State	SA-01-065	IBM Business Consult
19	I	56,555	U.S. Department of State	1404-031	Internews Network
19	I	10,066	U.S. Department of State	N/A	JHPIEGO Corp
19	I	473,868	U.S. Department of State	DISHII-INTR-01	Johns Hopkins Univ
19	I	12,514	U.S. Department of State	GLO-HCP-UNC-01	Johns Hopkins Univ
19	I	84,466	U.S. Department of State	08-UNC-97	Kenan Institute Asia
19	I	27	U.S. Department of State	17798	Kenan Institute Asia
19	I	225,383	U.S. Department of State	AERA-0499	Kenan Institute Asia
19	I	513,397	U.S. Department of State	674-0320-003	Management Sciences
19	I	277,541	U.S. Department of State	N/A	Pathfinder Internatl
19	I	-250	U.S. Department of State	N/A	The Council State
19.405	D	42,251	Educational Partnerships Program		
19.415	D	74,075	Professional Exchange - Annual Open Grant		
		<u>30,140,064</u>	Total — Research and Development — U. S. Department of State		

**U. S. Department of Transportation**

20	D	2,413,875	U.S. Department of Transportation		
20	I	119,101	U.S. Department of Transportation	PO# 40232	Ch2M Hill
20	I	114,726	U.S. Department of Transportation	HR 3-62	Natl Acad of Science
20	I	82,200	U.S. Department of Transportation	DTNH22-01-H-052	Nat'l Assoc St Ems
20	I	50,507	U.S. Department of Transportation	DTNH22-98-H-051	Nat'l Assoc St Ems
20	I	38,941	U.S. Department of Transportation	N/A	Nat'l Safety Council
20	I	22,486	U.S. Department of Transportation	N/A	Perform Tech Inc
20	I	10,005	U.S. Department of Transportation	N/A	Sprinkle Consulting
20	I	910	U.S. Department of Transportation	DTRS99-G-0004	Univ of Tennessee
20	I	55,818	U.S. Department of Transportation	R01-2516076/DTR	Univ of Tennessee
20	I	2	U.S. Department of Transportation	00-UNCCH-R-S1/D	Univ Tennessee/Knoxv
20	I	1,445	U.S. Department of Transportation	00-UNCCH-R-S2/D	Univ Tennessee/Knoxv
20	I	108,150	U.S. Department of Transportation	437-25-46	Iowa State University
20.701	D	754,501	University Transportation Centers Program		

# STATE of NORTH CAROLINA

## SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
20.701	I	106,174	University Transportation Centers Program	HR 10-59(A)	Nat'l Acad. of Sci.
20.701	I	1,764	University Transportation Centers Program	033-7338-479	Nat'l Easter Seal Soc
20.701	I	28,087	University Transportation Centers Program	S900193	Texas A & M Found.
20.701	I	22,321	University Transportation Centers Program	12153-01.01	Univ of Tennessee
20.701	I	58,708	University Transportation Centers Program	99-NCSU-E1	Univ of Tennessee
20.701	I	35,844	University Transportation Centers Program	NCHRP PROJ. 25-24	Vanasse Hangen Brust
		<u>4,025,564</u>	Total — Research and Development — U. S. Department of Transportation		

### U. S. Appalachian Regional Commission

23	D	1,646	Appalachian Regional Commission		
		<u>1,646</u>	Total — Research and Development — U. S. Appalachian Regional Commission		

### National Aeronautics and Space Administration

43	D	4,256,973	National Aeronautics and Space Administration		
43	I	145,060	National Aeronautics and Space Administration	5-36276	Dartmouth College
43	I	18	National Aeronautics and Space Administration	N/A	Jet Propulsion Labor
43	I	280,237	National Aeronautics and Space Administration	00000534	Princeton Univ
43	I	-84	National Aeronautics and Space Administration	PO# 4400034439	Science Appli Int'l
43	I	-1,032	National Aeronautics and Space Administration	GO0-1033A	Smithsonian Astrophy
43	I	-23	National Aeronautics and Space Administration	GO-07318.04-96A	Space Telescope Sci
43	I	18,432	National Aeronautics and Space Administration	GO-07353.01-96A	Space Telescope Sci
43	I	11,164	National Aeronautics and Space Administration	GO-09147.05-A	Space Telescope Sci
43	I	8,910	National Aeronautics and Space Administration	HST-AR-08734.01	Space Telescope Sci
43	I	56,647	National Aeronautics and Space Administration	642731	Michigan State Univ.
43	I	8,542	National Aeronautics and Space Administration	GO2-3095B	Smithsonian Astro.
43	I	7,964	National Aeronautics and Space Administration	1115 G DB208	Univ of California
43	I	32,234	National Aeronautics and Space Administration	96-1492	Jet Propulsion Laboratories
43	I	-4,544	National Aeronautics and Space Administration	NRA-OEOP-1	Jet Propulsion Laboratories
43	I	4,846	National Aeronautics and Space Administration	RH7-129175	Lockheed Martin
43	I	69,027	National Aeronautics and Space Administration	NCC5-515	Nat Assoc For Equal Oportunity
43	I	35,286	National Aeronautics and Space Administration	NCAT-03-01	National Institute of Aerospac
43	I	30,000	National Aeronautics and Space Administration	10-010724	Software Safety-Critical Sys
43	I	10,010	National Aeronautics and Space Administration	UF-EIES-0202006-NCAT	University of Florida
43	I	51,761	National Aeronautics and Space Administration	Z689201	University of Maryland

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
43	I	59,593	National Aeronautics and Space Administration	3-19511-7810	University of New Mexico
43.001	D	2,019,886	Aerospace Education Services Program		
43.001	I	22,612	Aerospace Education Services Program	5-36208	Dartmouth College
43.001	I	13,166	Aerospace Education Services Program	G-1972-1	Colorado State Univ.
43.001	I	25,185	Aerospace Education Services Program	BLF35	Georgia State Univ.
43.001	I	169,845	Aerospace Education Services Program	633614-176576	Howard University
43.001	I	26,329	Aerospace Education Services Program	JPL#123082	Qortek, Inc.
43.001	I	8,362	Aerospace Education Services Program	GO1-2073A	Smithsonian Astro.
43.001	I	53,049	Aerospace Education Services Program	GO1-2075X	Smithsonian Astro.
43.001	I	16,006	Aerospace Education Services Program	00-1472	Taitech, Inc.
43.001	I	12,757	Aerospace Education Services Program	CG0239	Univ of Maryland
43.002	I	36,724	Technology Transfer	437-7033-204200	Clemson University
43.002	I	28,678	Technology Transfer	PO# 16161	Marine Biological LA
43.002	I	75,115	Technology Transfer	072402/535842	Univ of Rhode Island
		<u>7,588,734</u>	Total — Research and Development — National Aeronautics and Space Administration		

**National Foundation on the Arts and the Humanities**

45	D	69,000	National Foundation on the Arts and the Humanities		
45	I	-3,429	National Foundation on the Arts and the Humanities	01-05	NC Humanities Cncl
45	I	105	National Foundation on the Arts and the Humanities	S02-04	NC Humanities Cncl
45	I	725	National Foundation on the Arts and the Humanities	S02-08	NC Humanities Cncl
45.024	D	2,062	Promotion of the Arts - Grants to Organizations and Individuals		
45.129	I	-1	Promotion of the Humanities - Federal/State Partnership	00-03	NC Humanities Cncl
45.149	D	36,030	Promotion of the Humanities - Division of Preservation and Access		
45.161	D	51,080	Promotion of the Humanities - Research		
45.301	D	14,723	Institute of Museum and Library Services		
45.312	I	46,773	Institute of Museum and Library Services - National Leadership Grants	02-239	Univ of Ill-Champaign
		<u>217,067</u>	Total — Research and Development — National Foundation on the Arts and the Humanities		

**National Science Foundation**

47	D	6,017,162	National Science Foundation		
47	I	754	National Science Foundation	N/A	Amer Mathematical So
47	I	79,719	National Science Foundation	775/4765	Inst Ecosystem Studies
47	I	15,647	National Science Foundation	5-22642	Univ Mass/Amherst

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
47	I	58,621	National Science Foundation	N/A	Univ of Alabama-Birm
47	I	11,244	National Science Foundation	5607.02.62	Univ of Chicago
47	I	-656	National Science Foundation	95-160	Univ of Ill-Urbana
47	I	7,147	National Science Foundation	DBI-9975808/C-5	Univ of Missouri
47	I	2,134	National Science Foundation	5-39185-88	Univ of Utah
47	I	309,639	National Science Foundation	97-E-3	Univ of Utah
47	I	22,744	National Science Foundation	98-E-16/PO#0000	Univ of Utah
47	I	1,804	National Science Foundation	A100178	Woods Hole Ocea Inst
47	I	9,309	National Science Foundation	N/A	Nat'l Res. Council
47	I	-7,430	National Science Foundation	137/004010	Skidaway Institute
47	I	-2,350	National Science Foundation	S07-50375	Smithsonian Inst.
47	I	113,421	National Science Foundation	01 SC NSF 1011	Duke University
47	I	6,722	National Science Foundation	Agreement Dated 9/25/2000	Hampton University
47	I	152,843	National Science Foundation	Subcontract No. 2	Hampton University
47	I	6,518	National Science Foundation	Subagreement Date 1/12/99	Polytechnical University
47	I	25	National Science Foundation	CR 19070 427756	Virginia Polytechnical Institute
47	I	66,606	National Science Foundation	CR 19070 427756	Virginia Polytechnical Institute
47	I	130,427	National Science Foundation	CR-19070-527756	Virginia Polytechnical Institute
47	I	-167	National Science Foundation	5-59053	Association of American Geographers
47	I	13	National Science Foundation	5-59077	Association of American Geographers
47	I	600	National Science Foundation	SBR-9809245	Georgia State University
47	I	1,605	National Science Foundation	USSSP-0126	Ohio State University
47.041	D	6,860,876	Engineering Grants		
47.041	I	1,285	Engineering Grants	02-093	Arizona State Univ
47.041	I	10,360	Engineering Grants	PO#RF00946953/7	Ohio State U Res Fdn
47.041	I	1,377	Engineering Grants	N/A	AAAS
47.041	I	49,075	Engineering Grants	2002-0535	ADEC
47.041	I	28,188	Engineering Grants	N/A	Barr-Mullin, Inc.
47.041	I	28,941	Engineering Grants	DMI-0215044	Discovery Machine
47.041	I	38,180	Engineering Grants	420-20-78	Iowa State Univ.
47.041	I	-10,056	Engineering Grants	MTR262-NSF9901788	Membrane Tech & Res
47.041	I	6,834	Engineering Grants	N/A	Nat'l Res. Council
47.041	I	15,376	Engineering Grants	RF00942532	Ohio State Univ.
47.041	I	33,586	Engineering Grants	N/A	Paradigm Genetics



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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
47.041	I	7,125	Engineering Grants	V154/SEC-1	South Carolina Sea
47.041	I	109,350	Engineering Grants	N/A	Univ of Florida
47.041	I	98,715	Engineering Grants	UF-EIES-9735001NCS	Univ of Florida
47.041	I	74,306	Engineering Grants	UF-EIES-9735006NCS	Univ of Florida
47.041	I	61,101	Engineering Grants	UF-EIIS-9735001NCS	Univ of Florida
47.041	I	47,114	Engineering Grants	F005963	Univ of Michigan
47.041	I	13,361	Engineering Grants	OR2220-001.01	Univ of Tennessee
47.041	I	846	Engineering Grants	9905005	Univ of Utah
47.049	D	11,200,946	Mathematical and Physical Sciences		
47.049	I	189,786	Mathematical and Physical Sciences	03-SC-NSF-1009	Duke Univ
47.049	I	137,167	Mathematical and Physical Sciences	03-SC-NSF-1008	Duke University
47.049	I	24,235	Mathematical and Physical Sciences	99-SC-NSF-1019	Duke University
47.049	I	32,373	Mathematical and Physical Sciences	R.F.PROJ.# 1010385	New York State Univ
47.049	I	21,431	Mathematical and Physical Sciences	DMS-0070724	Purdue Univ
47.050	D	2,404,015	Geosciences		
47.050	I	3,201	Geosciences	1190	Rutgers
47.050	I	4,619	Geosciences	S0123727	Univ Calif-Santa Cru
47.050	I	4,166	Geosciences	418927-BA219	Texas A & M NSR
47.050	I	14,836	Geosciences	51067-A	West Wash Univ
47.050	I	2,707	Geosciences	EAR0228699	AMNH
47.050	I	1,200	Geosciences	SSSP418926-BA223	Texas A & M Research Center
47.070	D	6,127,442	Computer and Information Science and Engineering		
47.070	I	201,231	Computer and Information Science and Engineering	1219-26215	Brown Univ
47.070	I	396,566	Computer and Information Science and Engineering	01-SC-NSF-1010	Duke Univ
47.070	I	323	Computer and Information Science and Engineering	788	Univ of Ill-Urbana
47.070	I	104,377	Computer and Information Science and Engineering	OR11000-01.01	Univ Tennessee/Knoxville
47.070	I	121,155	Computer and Information Science and Engineering	N/A	Adec
47.070	I	79,757	Computer and Information Science and Engineering	C-36-A35-G1	Ga. Inst. of Tech.
47.070	I	68,151	Computer and Information Science and Engineering	PACI#762	Univ of Illinois
47.070	I	57,397	Computer and Information Science and Engineering	312261	William & Mary
47.070	I	24,249	Computer and Information Science and Engineering	RR171-027/4184197	University of Georgia
47.073	D	40,886	Science and Technology Centers		
47.074	D	9,024,743	Biological Sciences		
47.074	I	74,472	Biological Sciences	01-02	B Thompson Ins Plant

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
47.074	I	4,616	Biological Sciences	FY2003-028	Univ of Kansas
47.074	I	82,452	Biological Sciences	G-3194-1	Colorado State Univ.
47.074	I	12,705	Biological Sciences	39023-6456	Cornell University
47.074	I	55,904	Biological Sciences	02-SC-NSF-1031	Duke University
47.074	I	197,483	Biological Sciences	420-40-29	Iowa State Univ.
47.074	I	-6,050	Biological Sciences	612642	Michigan State Univ.
47.074	I	37,320	Biological Sciences	00-158	Univ of Illinois
47.074	I	37,135	Biological Sciences	00-349	Univ of Illinois
47.074	I	53,562	Biological Sciences	4-65077-02-093	Univ of Kentucky
47.074	I	84,249	Biological Sciences	111G020	Univ of Wisconsin
47.074	I	351,788	Biological Sciences	111G064	Univ of Wisconsin
47.074	I	85,518	Biological Sciences	111G075	Univ of Wisconsin
47.074	I	1,176	Biological Sciences	WISC-03	AAAS/NSF
47.074	I	4,089	Biological Sciences	9806743	Bigelow Lab/Oce
47.074	I	765	Biological Sciences	803207	Ciencia/Nsf
47.074	I	10,935	Biological Sciences	DEB-9712438	Field Museum
47.074	I	27,414	Biological Sciences	DEB-0108575	San Diego State Univ.
47.074	I	4,791	Biological Sciences	DEB-0080381	Univ of Virginia
47.075	D	2,462,393	Social, Behavioral, and Economic Sciences		
47.075	I	6,653	Social, Behavioral, and Economic Sciences	N/A	Nat'l Res. Council
47.076	D	3,929,128	Education and Human Resources		
47.076	I	149,485	Education and Human Resources	N/A	Educ Dev Ctr, Inc
47.076	I	74,149	Education and Human Resources	6126902	Michigan St Univ
47.076	I	32,634	Education and Human Resources	PM105603	Michigan St Univ
47.076	I	26,441	Education and Human Resources	UTA02-118	Univ of Texas-Austin
47.076	I	1,095	Education and Human Resources	2003-0919	Bay Area Discovery
47.076	I	22,942	Education and Human Resources	N/A	Fla Atlantic Univ
47.076	I	22,216	Education and Human Resources	ESI-9911558	Virginia Polytechnic
47.076	I	7,629	Education and Human Resources	497-7034-206-2001900	Clemson University
47.076	I	88,519	Education and Human Resources	Agreement NO: RSC02014	Univ of Dayton Research Instit
47.076	I	14,960	Education and Human Resources	5-59043	Louisiana State Universiy
47.077	D	544,145	Academic Research Infrastructure		
47.078	D	234,648	Polar Programs		
		<u>53,504,359</u>	Total — Research and Development — National Science Foundation		

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<b><u>U. S. Small Business Administration</u></b>					
59	D	113,497	Small Business Administration		
59.037	D	2,273,008	Small Business Development Center		
		<u>2,386,505</u>	Total — Research and Development — U. S. Small Business Administration		
<b><u>U. S. Department of Veteran's Affairs</u></b>					
64	D	47,020	U.S. Department of Veterans Affairs		
		<u>47,020</u>	Total — Research and Development — U. S. Department of Veteran's Affairs		
<b><u>U. S. Environmental Protection Agency</u></b>					
66	D	1,437,817	Environmental Protection Agency		
66	I	858,985	Environmental Protection Agency	2579	AWWA Research Fdn
66	I	18,211	Environmental Protection Agency	491	AWWA Research Fdn
66	I	25,401	Environmental Protection Agency	68-D-00-265/WA	E H Pechan & Assoc
66	I	78,917	Environmental Protection Agency	N/A	Emory University
66	I	-1,638	Environmental Protection Agency	N/A	Gram, Inc
66	I	2,610	Environmental Protection Agency	01-3	Health Effects Inst
66	I	8,035	Environmental Protection Agency	23BL00031	ICF Inc
66	I	-28,835	Environmental Protection Agency	793/4983	Inst Ecosystem Studi
66	I	72,793	Environmental Protection Agency	N/A	IT Corporation
66	I	47,034	Environmental Protection Agency	M00482801101	Univ Calif-Irvine
66	I	37,686	Environmental Protection Agency	01-SC-EPA-1032	Duke University
66	I	27,906	Environmental Protection Agency	0117-02-011/11	Eastern Res. Group
66	I	5,696	Environmental Protection Agency	99/04/397 WO #3	NSF International
66	I	46,298	Environmental Protection Agency	17-42U-6600	Res. Triangle Inst.
66.001	D	1,633,235	Air Pollution Control Program Support		
66.032	D	101,907	State Indoor Radon Grants		
66.419	D	4,327,754	Water Pollution Control - State and Interstate Program Support		
66.456	I	10,596	National Estuary Program	MCBP-CWA-03	Maryland Coasta
66.461	D	487,812	Wetland Program Development Grants		
66.463	D	500,226	Water Quality Cooperative Agreements		
66.500	D	6,985,465	Environmental Protection Consolidated Research		
66.500	I	90,004	Environmental Protection Consolidated Research	02-SC-EPA-1023	Duke Univ

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66.500	I	10,967	Environmental Protection Consolidated Research	N/A	Penn State Univ
66.500	I	-25	Environmental Protection Consolidated Research	D00-0001	Arcadis Geraghty
66.500	I	9,293	Environmental Protection Consolidated Research	E-20-E42-G1	GA. Inst. of Tech.
66.500	I	-3,191	Environmental Protection Consolidated Research	P.O. 10003-0063	Indiana University
66.500	I	226,936	Environmental Protection Consolidated Research	12/1/98 Subcontract	N C Agric. Fdn. Inc.
66.500	I	43,407	Environmental Protection Consolidated Research	99/04/397 -WO 2	NSF International
66.500	I	-4,163	Environmental Protection Consolidated Research	99/04/397-1	NSF International
66.500	I	626	Environmental Protection Consolidated Research	PR-1407	Stanford University
66.500	I	453	Environmental Protection Consolidated Research	68-C-00-169/NSCP-2	Tetra Tech, Inc.
66.500	I	4,943	Environmental Protection Consolidated Research	RE353-131/2002457	Univ of Georgia
66.500	I	9,839	Environmental Protection Consolidated Research	00118791-14	Univ of Missouri
66.500	I	18,469	Environmental Protection Consolidated Research	00118791-15	Univ of Missouri
66.500	I	15,253	Environmental Protection Consolidated Research	EPACR82735001/NC12	Univ of Missouri
66.500	I	20	Environmental Protection Consolidated Research	EPACR82735001/NC17	Univ of Missouri
66.500	I	6,130	Environmental Protection Consolidated Research	2000-0802-02	Washington Univ.
66.500	I	6,662	Environmental Protection Consolidated Research	2000-0802-03	Washington Univ.
66.500	I	2,671	Environmental Protection Consolidated Research	2000-0802-04	Washington Univ.
66.500	I	2,485	Environmental Protection Consolidated Research	2000-0802-05	Washington Univ.
66.500	I	164,026	Environmental Protection Consolidated Research	WU-HT-01-05/29465U	Washington Univ.
66.500	I	10,066	Environmental Protection Consolidated Research	FWC99187	FMRI/EPA
66.500	I	47,650	Environmental Protection Consolidated Research	P635151	Univ of Miami
66.500	I	73,876	Environmental Protection Consolidated Research	EPA-82868401	Penn State University
66.501	D	-103,830	Air Pollution Control Research		
66.505	D	-10	Water Pollution Control - Research, Development, and Demonstration		
66.606	D	440,568	Surveys, Studies, Investigations and Special Purpose Grants		
66.606	I	16,956	Surveys, Studies, Investigations and Special Purpose Grants	8-34011-7840	Univ of New Mexico
66.606	I	5,845	Surveys, Studies, Investigations and Special Purpose Grants	301770190500021000	Mississippi State
66.607	D	1,656,058	Training and Fellowships for the Environmental Protection Agency		
66.708	D	143,710	Pollution Prevention Grants Program		
66.714	D	472	Pesticide Environmental Stewardship Regional Grants		
66.810	D	11,237	CEPP Technical Assistance Grants Program		
		<u>19,591,315</u>	Total — Research and Development — U. S. Environmental Protection Agency		

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<b><u>U. S. Department of Energy</u></b>					
81	D	4,101,366	U.S. Department of Energy		
81	I	26,258	U.S. Department of Energy	N/A	Duke Univ
81	I	1	U.S. Department of Energy	N/A	Life Sci Rsch Fdn
81	I	10,550	U.S. Department of Energy	51118-001-02-3N	Los Alamos Nat'l Lab
81	I	200,113	U.S. Department of Energy	ADJ-2-30630-09/	Nat Rnl Enrg Lab/MRI
81	I	5,646	U.S. Department of Energy	N/A	Oak Ridge Inst Scien
81	I	3,639	U.S. Department of Energy	PO# 9214	Sandia National Labs
81	I	13,831	U.S. Department of Energy	6498589	Univ Calif-Berkeley
81	I	102,727	U.S. Department of Energy	6505094	Univ Calif-Berkeley
81	I	-4,502	U.S. Department of Energy	B504967	Univ of California
81	I	27,835	U.S. Department of Energy	B504968	Univ of California
81	I	363,488	U.S. Department of Energy	B519834	Univ of California
81	I	24,828	U.S. Department of Energy	B520717	Univ of California
81	I	56,703	U.S. Department of Energy	1F-01930	Univ of Chicago
81	I	25,774	U.S. Department of Energy	4000016791	UT-Battelle/Ornl
81	I	23,509	U.S. Department of Energy	4000018979	UT-Battelle/Ornl
81	I	124	U.S. Department of Energy	N/A	Am Solar Energy Soc.
81	I	30,425	U.S. Department of Energy	2F-01181	Argonne Nat'l Lab.
81	I	42,346	U.S. Department of Energy	ZDO-2-30628-03NCSU	BP Solar Int'l LLC
81	I	-164	U.S. Department of Energy	N/A	Calabazas Creek Res
81	I	36,349	U.S. Department of Energy	539124-53390	Carnegie Mellon Univ
81	I	102,382	U.S. Department of Energy	RBJ 76838	Caterpillar, Inc.
81	I	6,919	U.S. Department of Energy	104 A	Corrim
81	I	1,358	U.S. Department of Energy	N/A	Duke Engr & Services
81	I	15	U.S. Department of Energy	LAFB-001	Informatics Corp.
81	I	38,010	U.S. Department of Energy	Subagreement #4309-1	Inst Paper Sci & Tec
81	I	60,261	U.S. Department of Energy	IREC-NCSCP4YOU799	Irec
81	I	17,150	U.S. Department of Energy	8112-53667	Johns Hopkins Univ.
81	I	84,827	U.S. Department of Energy	6464866	L. Berkeley Nat'l Lab
81	I	25,639	U.S. Department of Energy	6519725	L. Berkeley Nat'l Lab
81	I	20,602	U.S. Department of Energy	B505021	L. Livermore Nat'l Lab
81	I	40,929	U.S. Department of Energy	B518219	L. Livermore Nat'l Lab
81	I	23,007	U.S. Department of Energy	B526686	L. Livermore Nat'l Lab

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81	I	35,733	U.S. Department of Energy	48095-001-02 84	Los Alamos Nat'l Lab
81	I	40,403	U.S. Department of Energy	57831-001-02 97	Los Alamos Nat'l Lab
81	I	14,616	U.S. Department of Energy	65404-001-03 3D	Los Alamos Nat'l Lab
81	I	61,516	U.S. Department of Energy	AAD-9-18668-08	MRI-NREL
81	I	123,004	U.S. Department of Energy	AAT-2-31605-05	MRI-NREL
81	I	-1,262	U.S. Department of Energy	4-93U-7667	Res. Triangle Inst.
81	I	46,600	U.S. Department of Energy	4-24350	Rutgers University
81	I	15,126	U.S. Department of Energy	27459	Sandia National Lab
81	I	9,430	U.S. Department of Energy	99381	Sandia National Lab
81	I	26,347	U.S. Department of Energy	AO350-6314	Sandia National Lab
81	I	32,602	U.S. Department of Energy	PO 8898	Sandia National Lab
81	I	-49	U.S. Department of Energy	4500013834	UT-Battelle LLC
81	I	8,939	U.S. Department of Energy	4000001555	UT-Battelle LLC
81	I	73	U.S. Department of Energy	4000002893	UT-Battelle LLC
81	I	5,715	U.S. Department of Energy	4000006079	UT-Battelle LLC
81	I	69,083	U.S. Department of Energy	4000009052	UT-Battelle LLC
81	I	48,132	U.S. Department of Energy	4000010724	UT-Battelle LLC
81	I	515	U.S. Department of Energy	4000011436	UT-Battelle LLC
81	I	10,681	U.S. Department of Energy	4000011825	UT-Battelle LLC
81	I	66,392	U.S. Department of Energy	4000013598	UT-Battelle LLC
81	I	13,494	U.S. Department of Energy	4000014042	UT-Battelle LLC
81	I	27,514	U.S. Department of Energy	4000018765	UT-Battelle LLC
81	I	4,056	U.S. Department of Energy	SA20004711	Westinghouse Elec Co
81	I	-639	U.S. Department of Energy	OPS-90-10-668-012	Clark Atlanta University
81	I	13,309	U.S. Department of Energy	633254-192522	Howard University
81	I	73,456	U.S. Department of Energy	XCX-2-31214-01	National Renewable Energy Lab
81	I	31,369	U.S. Department of Energy	02C0004201	Southeast University
81	I	24,889	U.S. Department of Energy	SURA-02-C0004	Southeast University
81	I	-359	U.S. Department of Energy	SURA-96D1805	Southeast University
81	I	-2,218	U.S. Department of Energy	MOU	Worcester Polytechnical
81	I	2,987	U.S. Department of Energy	SURA-97-C5414	S.E. Univ Research
81.047	D	8,175	Pre-Freshman Enrichment		
81.049	D	1,601,428	Office of Science Financial Assistance Program		
81.049	I	102,135	Office of Science Financial Assistance Program	03-SC-DOE-1017	Duke Univ

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
81.049	I	23,742	Office of Science Financial Assistance Program	00-043	Univ of Alabama
81.049	I	10,897	Office of Science Financial Assistance Program	4000013665	UT-Battelle LLC
81.049	I	700	Office of Science Financial Assistance Program	UF-EIES-9909002-NCA	University of Florida
81.059	I	45,141	Clearinghouse for Community Energy Efficiency	02-11-059	Univ of Mississippi
81.078	I	-3,082	Industrial Energy Conservation	N/A	Univ. City Sci. Ctr.
81.079	I	26,179	Regional Biomass Energy Programs	UM-S478	Univ of Maine
81.086	D	189,297	Conservation Research and Development		
81.087	D	260,275	Renewable Energy Research and Development		
81.087	I	3,242	Renewable Energy Research and Development	GO12026-162	CPBR, Inc.
81.087	I	19,045	Renewable Energy Research and Development	Agreement Dated 4/16/01	University of Central Florida
81.087	I	28,682	Renewable Energy Research and Development	RAA-8-18675-03	Natl Renewable Eng
81.089	D	122,359	Fossil Energy Research and Development		
81.092	I	15,820	Environmental Restoration	58902 NE	Texas Eng Ex Station
81.105	D	5,825	National Industrial Competitiveness through Energy, Environment, and Economics		
81.114	D	226,870	University Nuclear Science and Reactor Support		
81.114	I	54,200	University Nuclear Science and Reactor Support	OSP03124	Univ of Cincinnati
		<u>9,054,324</u>	Total — Research and Development — U. S. Department of Energy		
<b><u>Federal Emergency Management Agency</u></b>					
83	D	46,631	Federal Emergency Management Agency		
83	I	-5	Federal Emergency Management Agency	N/A	Univ New Orleans
		<u>46,626</u>	Total — Research and Development — Federal Emergency Management Agency		
<b><u>U. S. Department of Education</u></b>					
84	D	2,891,623	U.S. Department of Education		
84	I	67,044	U.S. Department of Education	343-0021/DS582	Duke Univ Med Ctr
84	I	89,022	U.S. Department of Education	N/A	Nat Brd Profes Teach
84	I	121,590	U.S. Department of Education	51-000244	SRI International
84	I	187,354	U.S. Department of Education	N/A	Yale University
84	I	3,846	U.S. Department of Education	SPO#0000000443	Univ of Colorado
84	I	5,664	U.S. Department of Education	Letter Dated 5/20/02	University of South Florida
84.015	D	1,408,179	National Resource Centers and Fellowships Program for Language and Area or Language and International Studies		
84.015	I	305,505	National Resource Centers and Fellowships Program for Language and Area	00-SC-DED-1040	Duke Univ

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.015	I	345,273	or Language and International Studies National Resource Centers and Fellowships Program for Language and Area	00-SC-DED-1041	Duke Univ
84.015	I	1	or Language and International Studies National Resource Centers and Fellowships Program for Language and Area	98-SC-DED-1011	Duke Univ
84.016	D	38,591	Undergraduate International Studies and Foreign Language Programs		
84.017	D	86,939	International Research and Studies		
84.022	D	59,775	Overseas - Doctoral Dissertation		
84.023	I	5,128	Special Education - Innovation and Development	UIC# 2-5-3345	Univ of Ill-Chicago
84.024	D	242,558	Early Education for Children with Disabilities		
84.029	D	133,770	Special Education - Personnel Development and Parent Training		
84.116	D	591,687	Fund for the Improvement of Postsecondary Education		
84.116	I	2,044	Fund for the Improvement of Postsecondary Education	OSP03128	Univ of Cincinnati
84.128	D	5,331	Rehabilitation Services - Service Projects		
84.129	D	95,911	Rehabilitation Long-Term Training		
84.133	D	759,158	National Institute on Disability and Rehabilitation Research		
84.170	D	151,074	Javits Fellowships		
84.184	D	125,045	Safe and Drug-Free Schools and Communities - National Programs		
84.195	D	675,429	Bilingual Education - Professional Development		
84.200	D	602,532	Graduate Assistance in Areas of National Need		
84.206	D	33,414	Javits Gifted and Talented Students Education Grant Program		
84.220	D	332,332	Centers for International Business Education		
84.229	I	37,607	Language Resource Centers	00-SC-DED-1002	Duke Univ
84.229	I	97,210	Language Resource Centers	N/A	Duke Univ
84.303	D	393,715	Technology Innovation Challenge Grants		
84.305	D	538,380	Education Research, Development and Dissemination		
84.307	D	4,193,869	National Institute on Early Childhood Development and Education		
84.324	D	1,573,640	Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities		
84.324	I	76,076	Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities	PO#10209-0139	Indiana Univ
84.324	I	2,339	Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities	030524	Univ Conn Hlth Ctr
84.324	I	15,023	Special Education - Research and Innovation to Improve Services and Results	050902	Univ Conn Hlth Ctr



# STATE of NORTH CAROLINA

## SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.324	I	1,198	for Children with Disabilities Special Education - Research and Innovation to Improve Services and Results	658835	University of Hawaii
84.325	D	1,143,526	for Children with Disabilities Special Education - Personnel Preparation to Improve Services and Results		
84.334	D	220,363	for Children with Disabilities Gaining Early Awareness and Readiness for Undergraduate Programs		
84.335	D	53,070	Child Care Access Means Parents in School		
84.339	D	29,058	Learning Anytime Anywhere Partnerships		
84.342	D	142,676	Preparing Tomorrow's Teachers to Use Technology		
84.349	I	39,090	Early Childhood Educator Professional Development	331060	Nova Southeast Univ
		<u>17,922,661</u>	Total — Research and Development — U. S. Department of Education		

### National Archives and Records Administration

89.003	D	72,061	National Historical Publications and Records Grants		
		<u>72,061</u>	Total — Research and Development — National Archives and Records Administration		

### U. S. Department of Health and Human Services

93	D	25,114,534	U.S. Department of Health and Human Services		
93	I	173,437	U.S. Department of Health and Human Services	N/A	ACA Hlth Srv Res
93	I	4,752	U.S. Department of Health and Human Services	9-526-3878	Albert Einstein Coll
93	I	785,411	U.S. Department of Health and Human Services	CA80098-S1	Amer Coll Radiology
93	I	18,047	U.S. Department of Health and Human Services	N/A	Amer Coll Radiology
93	I	104	U.S. Department of Health and Human Services	R43 DK59698	Artecel Sciences, In
93	I	39,460	U.S. Department of Health and Human Services	R44 AR45856	Artecel Sciences, In
93	I	20,000	U.S. Department of Health and Human Services	N/A	Assc Teachrs Prev Md
93	I	43,323	U.S. Department of Health and Human Services	N/A	Assc Teachrs Prev Md
93	I	59,989	U.S. Department of Health and Human Services	TS 323-15/16	Assc Teachrs Prev Md
93	I	150,699	U.S. Department of Health and Human Services	TS-0768	Assc Teachrs Prev Md
93	I	59,974	U.S. Department of Health and Human Services	N/A	Assoc Amer Med Colle
93	I	534,236	U.S. Department of Health and Human Services	A1011-21/21	Assoc Sch Pub Health
93	I	8,256	U.S. Department of Health and Human Services	H178-05/05	Assoc Sch Pub Health
93	I	31,597	U.S. Department of Health and Human Services	S0068-16/20/P19	Assoc Sch Pub Health
93	I	307	U.S. Department of Health and Human Services	S0736-18/19	Assoc Sch Pub Health
93	I	6,319	U.S. Department of Health and Human Services	S0736-18/20	Assoc Sch Pub Health

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93	I	109,486	U.S. Department of Health and Human Services	S0805-18/20	Assoc Sch Pub Health
93	I	-352	U.S. Department of Health and Human Services	S0807-18/18	Assoc Sch Pub Health
93	I	45,670	U.S. Department of Health and Human Services	S0807-18/20	Assoc Sch Pub Health
93	I	-192	U.S. Department of Health and Human Services	S1099-19/20	Assoc Sch Pub Health
93	I	24,416	U.S. Department of Health and Human Services	S1099-19/21	Assoc Sch Pub Health
93	I	899	U.S. Department of Health and Human Services	S1103-19/20	Assoc Sch Pub Health
93	I	91,348	U.S. Department of Health and Human Services	S1217-19/20	Assoc Sch Pub Health
93	I	97,893	U.S. Department of Health and Human Services	S1217-19/21	Assoc Sch Pub Health
93	I	-223	U.S. Department of Health and Human Services	S1326-20/20	Assoc Sch Pub Health
93	I	8,906	U.S. Department of Health and Human Services	S1331-21/21	Assoc Sch Pub Health
93	I	7,686	U.S. Department of Health and Human Services	S1331-21/22	Assoc Sch Pub Health
93	I	15,827	U.S. Department of Health and Human Services	S1539-20/20	Assoc Sch Pub Health
93	I	361,143	U.S. Department of Health and Human Services	S1539-20/21	Assoc Sch Pub Health
93	I	34,841	U.S. Department of Health and Human Services	S1709-21/21	Assoc Sch Pub Health
93	I	45,948	U.S. Department of Health and Human Services	S1713-21/21	Assoc Sch Pub Health
93	I	204,386	U.S. Department of Health and Human Services	S1727-21/21	Assoc Sch Pub Health
93	I	17,487	U.S. Department of Health and Human Services	S1733-21/21	Assoc Sch Pub Health
93	I	115,893	U.S. Department of Health and Human Services	S1734-21/21	Assoc Sch Pub Health
93	I	520,209	U.S. Department of Health and Human Services	S1734-21/22	Assoc Sch Pub Health
93	I	9,476	U.S. Department of Health and Human Services	S1930-21/21	Assoc Sch Pub Health
93	I	142,037	U.S. Department of Health and Human Services	S1935-21/21	Assoc Sch Pub Health
93	I	304,094	U.S. Department of Health and Human Services	S1935-21/22	Assoc Sch Pub Health
93	I	133,810	U.S. Department of Health and Human Services	S1938-21/21	Assoc Sch Pub Health
93	I	287,196	U.S. Department of Health and Human Services	S1938-21/22	Assoc Sch Pub Health
93	I	56,361	U.S. Department of Health and Human Services	S1958-21/21	Assoc Sch Pub Health
93	I	260,041	U.S. Department of Health and Human Services	S1958-21/22	Assoc Sch Pub Health
93	I	16,246	U.S. Department of Health and Human Services	S2224-22/22	Assoc Sch Pub Health
93	I	64,785	U.S. Department of Health and Human Services	S2233-22/22	Assoc Sch Pub Health
93	I	35,341	U.S. Department of Health and Human Services	S2237-22/22	Assoc Sch Pub Health
93	I	14,101	U.S. Department of Health and Human Services	S2803-22/22	Assoc Sch Pub Health
93	I	-367	U.S. Department of Health and Human Services	S454-16/18	Assoc Sch Pub Health
93	I	44	U.S. Department of Health and Human Services	S740-18/19	Assoc Sch Pub Health
93	I	11,216	U.S. Department of Health and Human Services	N/A	Axio Research Corp
93	I	34,618	U.S. Department of Health and Human Services	2-R01-DK48028-0	Barnes-Jewish Hosp

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93	I	48,481	U.S. Department of Health and Human Services	PO#168880TASK A	Battelle
93	I	45,157	U.S. Department of Health and Human Services	P.O.160807	Battelle, Inc
93	I	4	U.S. Department of Health and Human Services	MC-317170-D-JW	Boston University
93	I	-5,780	U.S. Department of Health and Human Services	MC-388978-D-JW	Boston University
93	I	207,930	U.S. Department of Health and Human Services	MC-418607-D-JW	Boston University
93	I	21,011	U.S. Department of Health and Human Services	N/A	Boston University
93	I	-19,844	U.S. Department of Health and Human Services	N/A	Brigham Women's Hosp
93	I	-3	U.S. Department of Health and Human Services	93/03/08	Cairo University
93	I	11,041	U.S. Department of Health and Human Services	N/A	CALGB/Univ Chicago
93	I	42,615	U.S. Department of Health and Human Services	MMVT-III-P-47	Cancervax
93	I	4,190	U.S. Department of Health and Human Services	MMVT-IV-47	Cancervax
93	I	34,231	U.S. Department of Health and Human Services	N/A	Chatham Rsch Ltd Inc
93	I	58,292	U.S. Department of Health and Human Services	PO #F392080	Children's Hosp/Bost
93	I	-6,822	U.S. Department of Health and Human Services	PO #5574348	Children's Hosp/LA
93	I	20,275	U.S. Department of Health and Human Services	662-91193183/S1	Children's Hospital
93	I	4,845	U.S. Department of Health and Human Services	UNC-2001-01	Coda, Inc
93	I	30,763	U.S. Department of Health and Human Services	UNC-2001-02	Coda, Inc
93	I	1,348	U.S. Department of Health and Human Services	R01-DK49368	Columbia Hosp/Chmcd
93	I	6,576	U.S. Department of Health and Human Services	N/A	Columbia Univ
93	I	90,553	U.S. Department of Health and Human Services	N/A	Courtesy Assoc
93	I	10,396	U.S. Department of Health and Human Services	N/A	Darpharma, Inc
93	I	120	U.S. Department of Health and Human Services	5-30297	Dartmouth College
93	I	4,407	U.S. Department of Health and Human Services	5-32014	Dartmouth College
93	I	42,207	U.S. Department of Health and Human Services	N/A	Dartmouth College
93	I	226,411	U.S. Department of Health and Human Services	JA-OECD-01-0005	DC Dept Hmn Ser-Oecd
93	I	619	U.S. Department of Health and Human Services	N/A	Duke Clinical Rsch
93	I	14,805	U.S. Department of Health and Human Services	SPS# 101834	Duke Clinical Rsch
93	I	28,235	U.S. Department of Health and Human Services	303-2067/DS798	Duke Univ
93	I	32,843	U.S. Department of Health and Human Services	303-2127/DS811	Duke Univ
93	I	66,318	U.S. Department of Health and Human Services	303-2178/DS754	Duke Univ
93	I	16,046	U.S. Department of Health and Human Services	303-2532/DS552	Duke Univ
93	I	62,889	U.S. Department of Health and Human Services	303-6383/DS568	Duke Univ
93	I	5,942	U.S. Department of Health and Human Services	303-7355/DS604	Duke Univ
93	I	12,103	U.S. Department of Health and Human Services	303-9140/DS561	Duke Univ

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93	I	3,332	U.S. Department of Health and Human Services	303-9706/DS561	Duke Univ
93	I	1	U.S. Department of Health and Human Services	DS523	Duke Univ
93	I	6,308	U.S. Department of Health and Human Services	N/A	Duke Univ
93	I	6,000	U.S. Department of Health and Human Services	N/A	Duke Univ
93	I	20,523	U.S. Department of Health and Human Services	353-7190/DS656	Duke Univ Med Ctr
93	I	10,810	U.S. Department of Health and Human Services	383-0313/DS750	Duke Univ Med Ctr
93	I	7,603	U.S. Department of Health and Human Services	N/A	Duke Univ Med Ctr
93	I	177,531	U.S. Department of Health and Human Services	N/A	Emory University
93	I	30,677	U.S. Department of Health and Human Services	630-4	Family Health Intnl
93	I	69,941	U.S. Department of Health and Human Services	9368	Family Health Intnl
93	I	126,974	U.S. Department of Health and Human Services	N/A	Family Violence & Ra
93	I	23,348	U.S. Department of Health and Human Services	3011/U10-CA1353	Fdn Children's Oncol
93	I	117,283	U.S. Department of Health and Human Services	12-ALA11-01	Georgia State Univ
93	I	96,313	U.S. Department of Health and Human Services	N/A	Gynecologic Oncology
93	I	5,426	U.S. Department of Health and Human Services	N/A	Harvard Univ
93	I	29,720	U.S. Department of Health and Human Services	N/A	Hlth Systems Rsch
93	I	76	U.S. Department of Health and Human Services	UNC 3634-03/02	Hosp Joint Diseases
93	I	168,818	U.S. Department of Health and Human Services	5-R01-AR46505-0	Hosp Special Surgery
93	I	18,946	U.S. Department of Health and Human Services	N/A	Indiana Univ
93	I	9,422	U.S. Department of Health and Human Services	430-78-02	Iowa State Univ
93	I	32,391	U.S. Department of Health and Human Services	N/A	Jackson State Univ
93	I	203,318	U.S. Department of Health and Human Services	N01-HC-95170	Jackson State Univ
93	I	399	U.S. Department of Health and Human Services	EY11751	Jaeb Ctr For Hlth
93	I	87,957	U.S. Department of Health and Human Services	37174	Johns Hopkins Univ
93	I	124,624	U.S. Department of Health and Human Services	N/A	Johns Hopkins Univ
93	I	-1,550	U.S. Department of Health and Human Services	PO# 34815	Johns Hopkins Univ
93	I	11,147	U.S. Department of Health and Human Services	PO# 65500	Johns Hopkins Univ
93	I	24,718	U.S. Department of Health and Human Services	PO# 7810-96242	Johns Hopkins Univ
93	I	13,050	U.S. Department of Health and Human Services	PO# 8209-19137	Johns Hopkins Univ
93	I	8,007	U.S. Department of Health and Human Services	PO# 8210-25320	Johns Hopkins Univ
93	I	327	U.S. Department of Health and Human Services	PO#8201-77220-X	Johns Hopkins Univ
93	I	18,459	U.S. Department of Health and Human Services	N/A	Lambada Technologies
93	I	142,021	U.S. Department of Health and Human Services	N/A	MA Insti Technology
93	I	85	U.S. Department of Health and Human Services	N/A	Maryland Med Res Ins

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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93	I	33,039	U.S. Department of Health and Human Services	N/A	McLean Hospital
93	I	-525	U.S. Department of Health and Human Services	N/A	Medical City Dallas
93	I	71,958	U.S. Department of Health and Human Services	N2000-12	Medical College Ohio
93	I	80,796	U.S. Department of Health and Human Services	N2000-13	Medical College Ohio
93	I	165,310	U.S. Department of Health and Human Services	N/A	Mt Sinai Sch of Med
93	I	10,718	U.S. Department of Health and Human Services	40-4083-00-0-85	Nat Bureau Econ Rsch
93	I	15,463	U.S. Department of Health and Human Services	01H056077	Natl Assoc St Ems
93	I	29,923	U.S. Department of Health and Human Services	9619U10-CA1353	Natl Chldhd Cncr Fdn
93	I	16,880	U.S. Department of Health and Human Services	N/A	Natl Chldhd Cncr Fdn
93	I	41,857	U.S. Department of Health and Human Services	N/A	Natural Pharmacia
93	I	202	U.S. Department of Health and Human Services	N/A	NC Mntl Hlth Consume
93	I	10,281	U.S. Department of Health and Human Services	N/A	New York University
93	I	-28,990	U.S. Department of Health and Human Services	5545-98-01	NORC/Univ of Chicago
93	I	50,958	U.S. Department of Health and Human Services	TFED29-117	NSABP Foundation
93	I	8,546	U.S. Department of Health and Human Services	N/A	Oak Ridge Inst Scien
93	I	3,302	U.S. Department of Health and Human Services	496381	Pacific Inst Resch
93	I	198,849	U.S. Department of Health and Human Services	N/A	Pan Lutheran Ministry
93	I	642,006	U.S. Department of Health and Human Services	701-7515	Rhode Island Hospital
93	I	1,625	U.S. Department of Health and Human Services	N/A	Row Sciences, Inc
93	I	22,806	U.S. Department of Health and Human Services	13-46U-7147	RTI
93	I	7,413	U.S. Department of Health and Human Services	1-42U-7901	RTI
93	I	365,389	U.S. Department of Health and Human Services	1-44U-6919	RTI
93	I	73,392	U.S. Department of Health and Human Services	1-44U-8244	RTI
93	I	278,214	U.S. Department of Health and Human Services	1-51U-7778/HD33	RTI
93	I	20	U.S. Department of Health and Human Services	1-53U-7206/PO#0	RTI
93	I	-72	U.S. Department of Health and Human Services	2-46U-6703	RTI
93	I	370,772	U.S. Department of Health and Human Services	2-52U-7049	RTI
93	I	58,351	U.S. Department of Health and Human Services	290-02-0016	RTI
93	I	46,164	U.S. Department of Health and Human Services	3-46U-7578	RTI
93	I	-19	U.S. Department of Health and Human Services	4-35U-6900	RTI
93	I	210,740	U.S. Department of Health and Human Services	9-51U-7171	RTI
93	I	1,204	U.S. Department of Health and Human Services	PO# 00089949S	RTI
93	I	140,776	U.S. Department of Health and Human Services	1431	Rutgers
93	I	62,214	U.S. Department of Health and Human Services	N/A	Science Appli Int'l

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93	I	35,592	U.S. Department of Health and Human Services	5-72125	Scripps Resch Inst
93	I	93,488	U.S. Department of Health and Human Services	5-72229	Scripps Resch Inst
93	I	12,772	U.S. Department of Health and Human Services	5-72320	Scripps Resch Inst
93	I	305,019	U.S. Department of Health and Human Services	N/A	Sloan-Kettering Inst
93	I	-500	U.S. Department of Health and Human Services	96IC010	Social & Scientific
93	I	129,983	U.S. Department of Health and Human Services	N/A	St Louis Univ
93	I	-2,633	U.S. Department of Health and Human Services	PY-0530	Stanford University
93	I	3,196	U.S. Department of Health and Human Services	N/A	State & Terr Injury
93	I	3,962	U.S. Department of Health and Human Services	C20113240	State of Alabama/Dph
93	I	124,497	U.S. Department of Health and Human Services	N/A	Tanglewood Rsrch Inc
93	I	36,686	U.S. Department of Health and Human Services	N/A	Tulane University
93	I	11,605	U.S. Department of Health and Human Services	3-R01-CA82525	Univ Cincinnati
93	I	26,258	U.S. Department of Health and Human Services	N/A	Univ Cincinnati
93	I	6,134	U.S. Department of Health and Human Services	2-5-80021	Univ Colorado Hlth
93	I	45,882	U.S. Department of Health and Human Services	2-5-80245	Univ Colorado Hlth
93	I	388	U.S. Department of Health and Human Services	N/A	Univ Corp Atmospheri
93	I	8,298	U.S. Department of Health and Human Services	CG0205	Univ Md-Baltimore
93	I	33,913	U.S. Department of Health and Human Services	CG0227-FY02	Univ Md-Baltimore
93	I	138,941	U.S. Department of Health and Human Services	N/A	Univ of Alabama
93	I	218	U.S. Department of Health and Human Services	N/A	Univ of Alabama-Birm
93	I	16,775	U.S. Department of Health and Human Services	5-23345/U10CA37	Univ of Chicago
93	I	38,964	U.S. Department of Health and Human Services	N/A	Univ of Florida
93	I	12,196	U.S. Department of Health and Human Services	N/A	Univ of Hawaii
93	I	311,863	U.S. Department of Health and Human Services	N/A	Univ of Maryland
93	I	20,003	U.S. Department of Health and Human Services	R01AR47711-01/S	Univ of Maryland
93	I	79,712	U.S. Department of Health and Human Services	S01212	Univ of Maryland
93	I	111,483	U.S. Department of Health and Human Services	N/A	Univ of Memphis
93	I	-140	U.S. Department of Health and Human Services	B6367251101	Univ of Minnesota
93	I	22,189	U.S. Department of Health and Human Services	B6367251102	Univ of Minnesota
93	I	7,605	U.S. Department of Health and Human Services	B6367251103	Univ of Minnesota
93	I	42,193	U.S. Department of Health and Human Services	M4926063101	Univ of Minnesota
93	I	25,389	U.S. Department of Health and Human Services	PO#6636375204	Univ of Minnesota
93	I	96	U.S. Department of Health and Human Services	PO#H6636375202	Univ of Minnesota
93	I	7,717	U.S. Department of Health and Human Services	PO#H6636375203	Univ of Minnesota

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93	I	1,442	U.S. Department of Health and Human Services	PO#S6526012105	Univ of Minnesota
93	I	145	U.S. Department of Health and Human Services	N/A	Univ of Nebraska
93	I	12,074	U.S. Department of Health and Human Services	5-35123/PO#8622	Univ of Pennsylvania
93	I	26,392	U.S. Department of Health and Human Services	PO# 411210-003G	Univ of Rochester
93	I	152,496	U.S. Department of Health and Human Services	115129	Univ of Virginia
93	I	38,443	U.S. Department of Health and Human Services	115130	Univ of Virginia
93	I	-46,815	U.S. Department of Health and Human Services	GC10357-114037	Univ of Virginia
93	I	17,956	U.S. Department of Health and Human Services	GC10533-115196	Univ of Virginia
93	I	162,183	U.S. Department of Health and Human Services	GC10749-116250	Univ of Virginia
93	I	107,745	U.S. Department of Health and Human Services	GC10817-117139	Univ of Virginia
93	I	467,561	U.S. Department of Health and Human Services	GC10825	Univ of Virginia
93	I	77,915	U.S. Department of Health and Human Services	P844060	Univ Wisconsin
93	I	15,849	U.S. Department of Health and Human Services	SH184X	University of Bath
93	I	2,685	U.S. Department of Health and Human Services	GMO-000924/GM62	UT Southwest Med Ctr
93	I	16,620	U.S. Department of Health and Human Services	GMO-010137	UT Southwest Med Ctr
93	I	302	U.S. Department of Health and Human Services	GMO-010138	UT Southwest Med Ctr
93	I	188,947	U.S. Department of Health and Human Services	N/A	UT Southwest Med Ctr
93	I	327	U.S. Department of Health and Human Services	N/A	UT Southwest Med Ctr
93	I	258,360	U.S. Department of Health and Human Services	N/A	Wake F Univ Sch Med
93	I	3,432	U.S. Department of Health and Human Services	2000-0894	Control Delivery Sys
93	I	46	U.S. Department of Health and Human Services	303-2871	Duke University
93	I	377,173	U.S. Department of Health and Human Services	DS638	Duke University
93	I	106,194	U.S. Department of Health and Human Services	DS655	Duke University
93	I	90,939	U.S. Department of Health and Human Services	N/A	Mayo Clinic Rochest.
93	I	30,700	U.S. Department of Health and Human Services	1999-1278	Second Sight, LLC
93	I	5,796	U.S. Department of Health and Human Services	12-ALX54-01	Georgia State University
93	I	-91	U.S. Department of Health and Human Services	1-53U-6954	Res Triangle Inst
93.103	D	309,213	Food and Drug Administration - Research		
93.107	D	960,979	Model State-Supported Area Health Education Centers		
93.110	D	2,677,123	Maternal and Child Health Federal Consolidated Programs		
93.110	I	3	Maternal and Child Health Federal Consolidated Programs	PO#H6636353101	Univ of Minnesota
93.110	I	56,755	Maternal and Child Health Federal Consolidated Programs	MC00022	Wake F Univ Sch Med
93.113	D	5,514,889	Biological Response to Environmental Health Hazards		
93.113	I	44,592	Biological Response to Environmental Health Hazards	303-9238/DS627	Duke Univ Med Ctr

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93.113	I	11,674	Biological Response to Environmental Health Hazards	03-025	Univ Texas Med Branc
93.114	D	1,599,692	Applied Toxicological Research and Testing		
93.115	D	351,134	Biometry and Risk Estimation - Health Risks from Environmental Exposures		
93.115	I	24,803	Biometry and Risk Estimation - Health Risks from Environmental Exposures	ES09401	Harvard Univ
93.115	I	19,435	Biometry and Risk Estimation - Health Risks from Environmental Exposures	N/A	Penn State Univ
93.115	I	11,228	Biometry and Risk Estimation - Health Risks from Environmental Exposures	262302	Univ Conn Hlth Ctr
93.115	I	6,060	Biometry and Risk Estimation - Health Risks from Environmental Exposures	NIEHS NO1-ES-85433	CODA, Inc.
93.117	D	181,650	Grants for Preventive Medicine		
93.121	D	8,673,414	Oral Diseases and Disorders Research		
93.121	I	37,871	Oral Diseases and Disorders Research	1018759/1/22235	Research Fdn of Suny
93.121	I	38,099	Oral Diseases and Disorders Research	1025435/1/25379	Research Fdn of Suny
93.121	I	471,617	Oral Diseases and Disorders Research	PO# R148486	Research Fdn of Suny
93.121	I	316,840	Oral Diseases and Disorders Research	PO# R148526	Research Fdn of Suny
93.121	I	104,869	Oral Diseases and Disorders Research	PO# R150926	Research Fdn of Suny
93.121	I	27,449	Oral Diseases and Disorders Research	2963SC	Univ Calif-San Franc
93.121	I	47,343	Oral Diseases and Disorders Research	PO# 1087647	Univ of Pennsylvania
93.121	I	64,195	Oral Diseases and Disorders Research	DE13546	Univ of Wash-Seattle
93.135	D	3,428,316	Centers for Research and Demonstration for Health Promotion and Disease Prevention		
93.135	I	7,426	Centers for Research and Demonstration for Health Promotion and Disease Prevention	6405-277-LO-B	Univ of So Florida
93.135	I	33,768	Centers for Research and Demonstration for Health Promotion and Disease Prevention	94-593-UNC	West Virginia Univ
93.135	I	97,738	Centers for Research and Demonstration for Health Promotion and Disease Prevention	N/A	Yale-Griffin Prevnt
93.136	D	1,795,591	Injury Prevention and Control Research and State and Community Based Programs		
93.136	I	-47	Injury Prevention and Control Research and State and Community Based Programs	N/A	Univ of Alabama-Birm
93.143	D	510	NIEHS Superfund Hazardous Substances - Basic Research and Education		
93.153	I	8,981	Coordinated Services and Access to Research for Women, Infants, Children, and Youth	389-5057/DS442	Duke Univ Med Ctr
93.153	I	10,206	Coordinated Services and Access to Research for Women, Infants, Children, and Youth	389-5061/DS442	Duke Univ Med Ctr
93.154	D	744,285	Special International Postdoctoral Research Program in Acquired Immunodeficiency Syndrome		
93.155	D	786,262	Rural Health Research Centers		
93.157	D	266,640	Centers of Excellence		
93.172	D	1,518,829	Human Genome Research		
93.173	D	2,419,442	Research Related to Deafness and Communication Disorders		
93.173	I	106,771	Research Related to Deafness and Communication Disorders	PO#8206-00385-X	Johns Hopkins Univ
93.184	D	251,649	Disabilities Prevention		



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93.186	D	340,228	National Research Services Awards		
93.191	D	249,617	Allied Health Special Projects		
93.192	D	146,901	Quentin N. Burdick Programs for Rural Interdisciplinary Training		
93.213	D	860,062	Research and Training in Complementary and Alternative Medicine		
93.217	D	132,129	Family Planning - Services		
93.225	D	415,795	National Research Service Awards - Health Services Research Training		
93.226	D	1,804,160	Research on Healthcare Costs, Quality and Outcomes		
93.226	I	26,925	Research on Healthcare Costs, Quality and Outcomes	303-9453/DS470	Duke Univ
93.226	I	16,700	Research on Healthcare Costs, Quality and Outcomes	002	Shaw University
93.226	I	47,060	Research on Healthcare Costs, Quality and Outcomes	F007085	Univ of Michigan
93.230	D	51,409	Consolidated Knowledge Development and Application (KD&A) Program		
93.230	I	13,043	Consolidated Knowledge Development and Application (KD&A) Program	02-SC-SAMHSA-10	Duke Univ
93.230	I	38	Consolidated Knowledge Development and Application (KD&A) Program	160-4551-00	Policy Resrch Assoc
93.230	I	41	Consolidated Knowledge Development and Application (KD&A) Program	160-4551-00#3	Policy Resrch Assoc
93.230	I	94,938	Consolidated Knowledge Development and Application (KD&A) Program	160-4551-00#4	Policy Resrch Assoc
93.230	I	182,879	Consolidated Knowledge Development and Application (KD&A) Program	160-4551-00#5	Policy Resrch Assoc
93.230	I	366	Consolidated Knowledge Development and Application (KD&A) Program	4100-352-11A	Policy Resrch Assoc
93.236	D	49,571	Grants for Dental Public Health Residency Training		
93.238	D	138,630	Cooperative Agreements for State Treatment Outcomes and Performance Pilot Studies Enhancement		
93.241	D	207,529	State Rural Hospital Flexibility Program		
93.242	D	8,639,674	Mental Health Research Grants		
93.242	I	22,991	Mental Health Research Grants	N/A	Columbia Univ
93.242	I	28,181	Mental Health Research Grants	01-SC-NIH-1016	Duke Univ
93.242	I	34,859	Mental Health Research Grants	3040SC	Univ Calif-San Franc
93.242	I	-526	Mental Health Research Grants	N/A	Univ of Chicago
93.242	I	68	Mental Health Research Grants	531772	Univ of Pennsylvania
93.242	I	127,670	Mental Health Research Grants	PO# 1093732	Univ of Pennsylvania
93.242	I	-825	Mental Health Research Grants	PO# 399068	Univ of Pennsylvania
93.242	I	188,231	Mental Health Research Grants	N/A	Yale University
93.247	D	218,992	Advanced Education Nursing Grant Program		
93.249	D	446,351	Public Health Training Centers Grant Program		
93.262	D	1,813,603	Occupational Safety and Health Research Grants		
93.262	I	3,575	Occupational Safety and Health Research Grants	N/A	Marshfield Clinic Fd

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93.262	I	18,295	Occupational Safety and Health Research Grants	OH03648	Wake F Univ Sch Med
93.263	D	854,643	Occupational Safety and Health - Training Grants		
93.271	D	293,124	Alcohol Research Career Development Awards for Scientists and Clinicians		
93.272	D	144,295	Alcohol National Research Service Awards for Research Training		
93.273	D	4,278,582	Alcohol Research Programs		
93.273	I	16,017	Alcohol Research Programs	303-7239/DS823	Duke Univ
93.273	I	87,354	Alcohol Research Programs	N/A	Harvard Univ
93.273	I	72,564	Alcohol Research Programs	080-01000-R6010	Thomas Jefferson Uni
93.273	I	34,725	Alcohol Research Programs	5-34334	Univ of Memphis
93.277	D	248,090	Career Development Awards		
93.278	D	220,845	Drug Abuse National Research Service Awards for Research Training		
93.279	D	5,606,170	Drug Abuse Research Programs		
93.279	I	32,347	Drug Abuse Research Programs	N/A	Flying Bridge Techno
93.279	I	85,257	Drug Abuse Research Programs	496430	Pacific Inst Resch
93.279	I	1,991	Drug Abuse Research Programs	3125-03-00	Cal Pac Med Res
93.281	D	1,153,519	Mental Health Research Career/Scientist Development Awards		
93.282	D	481,678	Mental Health National Research Service Awards for Research Training		
93.283	D	2,230,386	Centers for Disease Control and Prevention - Investigations and Technical Assistance		
93.283	I	62,902	Centers for Disease Control and Prevention - Investigations and Technical Assistance	MM-0275-03/03	Assoc Amer Med Colle
93.283	I	46,273	Centers for Disease Control and Prevention - Investigations and Technical Assistance	02-576-UNC	West Virginia Univ
93.286	D	2,309,933	Biomedical Imaging Research		
93.287	D	189,138	Bioengineering Research		
93.306	D	1,134,068	Comparative Medicine		
93.333	D	4,973,981	Clinical Research		
93.333	I	45,454	Clinical Research	303-3408/DS827	Duke Univ
93.337	I	248,722	Biomedical Research Support	S01160	Univ Md-Baltimore
93.337	I	23,649	Biomedical Research Support	S01160	Univ Md-Baltimore
93.358	D	131,995	Advanced Education Nursing Traineeships		
93.359	D	52,543	Nurse Education, Practice and Retention Grants		
93.361	D	5,979,304	Nursing Research		
93.361	I	12,562	Nursing Research	N/A	Emory University
93.361	I	37,016	Nursing Research	GSON00086A	Oregon Hlth Sciences
93.361	I	10,950	Nursing Research	K016702	Univ Wisconsin-Milwa
93.361	I	1,030	Nursing Research	5R01 NR04908-02	Univ of Arkansas

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93.361	I	96	Nursing Research	R01 NR05265-01	Univ of Arkansas
93.371	D	3,062,279	Biomedical Technology		
93.371	I	18,074	Biomedical Technology	PO# 10217587	Univ of California
93.375	D	2,711,737	Minority Biomedical Research Support		
93.375	I	5,322	Minority Biomedical Research Support	001	Shaw University
93.375	I	110	Minority Biomedical Research Support	912-536-A	Children's Hospital
93.389	D	1,184,689	Research Infrastructure		
93.390	D	12,918	Academic Research Enhancement Award		
93.393	D	10,629,992	Cancer Cause and Prevention Research		
93.393	I	67	Cancer Cause and Prevention Research	5-30154	Dartmouth College
93.393	I	45	Cancer Cause and Prevention Research	303-2072/DS433	Duke Univ
93.393	I	-1,801	Cancer Cause and Prevention Research	303-2491/DS494	Duke University
93.393	I	26,870	Cancer Cause and Prevention Research	303-2501/DS494	Duke University
93.393	I	1,242	Cancer Cause and Prevention Research	303-2512/DS494	Duke University
93.393	I	262,801	Cancer Cause and Prevention Research	303-2551/DS494	Duke University
93.393	I	1	Cancer Cause and Prevention Research	303-2795/DS494	Duke University
93.393	I	101,067	Cancer Cause and Prevention Research	303-2907/DS467	Duke University
93.393	I	-12,465	Cancer Cause and Prevention Research	N/A	Duke University
93.393	I	13,449	Cancer Cause and Prevention Research	2-R01-CA69222	Med Univ of Sc
93.393	I	185,702	Cancer Cause and Prevention Research	1-R41-CA83369	Triangle Labs, Inc
93.393	I	17,672	Cancer Cause and Prevention Research	H20205	Univ Southern Califo
93.393	I	170,626	Cancer Cause and Prevention Research	H25986	Univ Southern Califo
93.393	I	28,943	Cancer Cause and Prevention Research	54505	Wake F Univ Sch Med
93.393	I	67	Cancer Cause and Prevention Research	P.O.#29118V/WU	Washington Univ
93.394	D	249,904	Cancer Detection and Diagnosis Research		
93.394	I	-273	Cancer Detection and Diagnosis Research	5-34850/PO#7034	Univ of Pennsylvania
93.394	I	2,709	Cancer Detection and Diagnosis Research	5-36474/PO#7984	Univ of Pennsylvania
93.394	I	112,063	Cancer Detection and Diagnosis Research	5-37816/PO#9264	Univ of Pennsylvania
93.394	I	142,196	Cancer Detection and Diagnosis Research	2112042/PO00001	Univ of Utah
93.395	D	3,949,210	Cancer Treatment Research		
93.395	I	9,115	Cancer Treatment Research	CA27469-Membership	Amer College Ob-Gyn
93.395	I	4,563	Cancer Treatment Research	R01-CA86774	Dana-Farber Cancer
93.395	I	1,976	Cancer Treatment Research	61-11-336-LO-B	Univ of So Florida
93.395	I	166,010	Cancer Treatment Research	6302-169-LO-B	Univ of So Florida

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93.395	I	13,962	Cancer Treatment Research	57874	Wake F Univ Hlt Sci
93.395	I	19,127	Cancer Treatment Research	5U10CA12027-22	Children's Oncology
93.395	I	3,369	Cancer Treatment Research	U10CA12027/37377	NSABP
93.395	I	109	Cancer Treatment Research	U10CA31946	Univ Chicago-Calgb
93.395	I	1,065	Cancer Treatment Research	5U10CA12027-22	Univ of Pittsburgh
93.396	D	9,372,744	Cancer Biology Research		
93.396	I	38,700	Cancer Biology Research	303-2543/DS782	Duke University
93.396	I	10,804	Cancer Biology Research	N/A	Duke University
93.396	I	111,693	Cancer Biology Research	VUMC CA #8874	Vanderbilt Univ
93.397	D	9,170,846	Cancer Centers Support Grants		
93.398	D	2,836,825	Cancer Research Manpower		
93.399	D	756,627	Cancer Control		
93.399	I	60,904	Cancer Control	5-30292	Dartmouth College
93.399	I	14,059	Cancer Control	N/A	Dartmouth College
93.399	I	-137	Cancer Control	303-2312/DS505	Duke Univ
93.399	I	71,757	Cancer Control	N/A	NSABP Fdn
93.399	I	15,994	Cancer Control	12766	Wake F Univ Hlt Sci
93.399	I	103,553	Cancer Control	VUMC CA #9095	Vanderbilt Univ.
93.399	I	66,977	Cancer Control	U10CA12027/37377	NSABP
93.399	I	767	Cancer Control	U10CA81851	Wake Forest Univ/SOM
93.600	D	623,802	Head Start		
93.631	D	95,130	Developmental Disabilities Projects of National Significance		
93.632	D	313,760	University Centers for Excellence in Developmental Disabilities Education, Research, and Service		
93.647	D	336,131	Social Services Research and Demonstration		
93.648	D	207,441	Child Welfare Services Training Grants		
93.670	D	709,258	Child Abuse and Neglect Discretionary Activities		
93.779	D	14,756	Centers for Medicare & Medicaid Services (CMS) Research, Demonstrations and Evaluations		
93.821	D	6,682,830	Cell Biology and Biophysics Research		
93.822	D	885,777	Health Careers Opportunity Program		
93.837	D	13,667,639	Heart and Vascular Diseases Research		
93.837	I	103,804	Heart and Vascular Diseases Research	303-6137/DS620	Duke Univ
93.837	I	60,490	Heart and Vascular Diseases Research	303-6151/DS734	Duke Univ

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93.837	I	109,211	Heart and Vascular Diseases Research	303-6152/DS735	Duke Univ
93.837	I	58,667	Heart and Vascular Diseases Research	303-6343/DS469	Duke Univ
93.837	I	43,653	Heart and Vascular Diseases Research	303-6393/DS601	Duke Univ
93.837	I	142,178	Heart and Vascular Diseases Research	303-6458/DS734	Duke Univ
93.837	I	102,986	Heart and Vascular Diseases Research	303-6459/DS735	Duke Univ
93.837	I	5,894	Heart and Vascular Diseases Research	303-6146/DS725	Duke Univ Med Ctr
93.837	I	12,201	Heart and Vascular Diseases Research	303-6167/DS725	Duke Univ Med Ctr
93.837	I	71,835	Heart and Vascular Diseases Research	303-6938/DS710	Duke Univ Med Ctr
93.837	I	161,087	Heart and Vascular Diseases Research	DS800	Duke Univ Med Ctr
93.837	I	153,380	Heart and Vascular Diseases Research	E-17-669-G3	Georgia Inst of Tech
93.837	I	47,886	Heart and Vascular Diseases Research	5-R01-HL69800	Med Univ of Sc
93.837	I	24,995	Heart and Vascular Diseases Research	4038	Rand Corporation, Inc
93.837	I	153,004	Heart and Vascular Diseases Research	02-66141	Univ Miss Med Ctr
93.837	I	7,021	Heart and Vascular Diseases Research	9806077-01	Univ of Utah
93.837	I	73	Heart and Vascular Diseases Research	851648	Univ of Wash-Seattle
93.837	I	15,428	Heart and Vascular Diseases Research	P.O.#29307M/WU-	Washington Univ
93.837	I	73,015	Heart and Vascular Diseases Research	00-SC-NIH-1052	Duke University
93.837	I	12,107	Heart and Vascular Diseases Research	DS749	Duke University
93.837	I	43,870	Heart and Vascular Diseases Research	517200	Univ of Delaware
93.837	I	2,083	Heart and Vascular Diseases Research	R01-HL-48159	Columbia University
93.837	I	123,511	Heart and Vascular Diseases Research	5R01HL57354-03	Duke University
93.837	I	-106	Heart and Vascular Diseases Research	N01-HC-35130	Univ of Texas
93.838	D	14,996,426	Lung Diseases Research		
93.838	I	79,641	Lung Diseases Research	N/A	Henry Ford Hlth Sys
93.838	I	1,641	Lung Diseases Research	5R01HL52146-08	OSU
93.839	D	8,331,034	Blood Diseases and Resources Research		
93.839	I	450	Blood Diseases and Resources Research	1-P01-HL64190-01	Children's Hosp Phil
93.839	I	33,875	Blood Diseases and Resources Research	5-P01-HL64190-02	Children's Hosp Phil
93.839	I	4,395	Blood Diseases and Resources Research	5-R01-HL61921-02	Children's Hosp Phil
93.839	I	163	Blood Diseases and Resources Research	N/A	Children's Hosp Phil
93.839	I	91,566	Blood Diseases and Resources Research	303-6160/DS746	Duke Univ Med Ctr
93.839	I	-5,719	Blood Diseases and Resources Research	303-7015/DS419	Duke Univ Med Ctr
93.839	I	18,087	Blood Diseases and Resources Research	0600 370 F054 4	Northwestern Univ
93.839	I	7,188	Blood Diseases and Resources Research	GMO-000924/GM62	UT Southwest Med Ctr

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93.839	I	79,976	Blood Diseases and Resources Research	2U01HL52193	Med College of Ga.
93.846	D	3,081,325	Arthritis, Musculoskeletal and Skin Diseases Research		
93.846	I	-6,437	Arthritis, Musculoskeletal and Skin Diseases Research	AG13637(K-457-1	Univ TX Hlth Sci Ctr
93.846	I	116	Arthritis, Musculoskeletal and Skin Diseases Research	N01-ES-45376	CODA, Inc.
93.847	D	3,457,467	Diabetes, Endocrinology and Metabolism Research		
93.847	I	40,530	Diabetes, Endocrinology and Metabolism Research	HR.76549.109002	Chldrns Hops Reg Med
93.847	I	11,012	Diabetes, Endocrinology and Metabolism Research	GRU0024FGS-O-02	Northern Calif Inst
93.847	I	8,171	Diabetes, Endocrinology and Metabolism Research	N/A	Univ of Alabama-Birm
93.847	I	622	Diabetes, Endocrinology and Metabolism Research	R01DK529901	Univ of California
93.848	D	9,438,601	Digestive Diseases and Nutrition Research		
93.848	I	-11,092	Digestive Diseases and Nutrition Research	N/A	Temple University
93.848	I	8,997	Digestive Diseases and Nutrition Research	9906162/02	Univ of Utah
93.848	I	1,906	Digestive Diseases and Nutrition Research	PO#0000105306/9	Univ of Utah
93.849	D	1,603,048	Kidney Diseases, Urology and Hematology Research		
93.849	I	10,246	Kidney Diseases, Urology and Hematology Research	302-1261/DS733	Duke Univ
93.849	I	-725	Kidney Diseases, Urology and Hematology Research	303-1978/DS524	Duke Univ
93.849	I	216,571	Kidney Diseases, Urology and Hematology Research	303-1986/DS524	Duke Univ
93.849	I	180,735	Kidney Diseases, Urology and Hematology Research	303-1979/DS525	Duke Univ Med Ctr
93.853	D	7,619,170	Extramural Research Programs in the Neurosciences and Neurological Disorders		
93.853	I	22,423	Extramural Research Programs in the Neurosciences and Neurological Disorders	303-8304/DS770	Duke Univ
93.853	I	57,952	Extramural Research Programs in the Neurosciences and Neurological Disorders	303-8304/DS771	Duke Univ
93.853	I	19,989	Extramural Research Programs in the Neurosciences and Neurological Disorders	P.O.4000092925	Univ of Iowa
93.853	I	48,651	Extramural Research Programs in the Neurosciences and Neurological Disorders	F007527	Univ of Michigan
93.853	I	35,785	Extramural Research Programs in the Neurosciences and Neurological Disorders	NS34447	Univ of Wash-Seattle
93.853	I	906,139	Extramural Research Programs in the Neurosciences and Neurological Disorders	NS34447	Wake F Univ Sch Med
93.853	I	57,618	Extramural Research Programs in the Neurosciences and Neurological Disorders	P.O.#297693W/WU	Washington Univ
93.853	I	75,462	Extramural Research Programs in the Neurosciences and Neurological Disorders	UO1 NS40069-01A2	Children's Hospital
93.854	D	2,063,103	Biological Basis Research in the Neurosciences		
93.855	D	2,899,670	Allergy, Immunology and Transplantation Research		
93.855	I	89,805	Allergy, Immunology and Transplantation Research	2-5-20209	Univ of Colorado
93.856	D	16,996,795	Microbiology and Infectious Diseases Research		
93.856	I	-21,955	Microbiology and Infectious Diseases Research	303-0752/DS404	Duke Univ Med Ctr
93.856	I	130,839	Microbiology and Infectious Diseases Research	303-0792/DS767	Duke Univ Med Ctr
93.856	I	47,047	Microbiology and Infectious Diseases Research	303-0798/DS767	Duke Univ Med Ctr

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93.856	I	329,381	Microbiology and Infectious Diseases Research	N/A	Johns Hopkins Univ
93.856	I	3,243,072	Microbiology and Infectious Diseases Research	P.O.#8011-39050	Johns Hopkins Univ
93.856	I	1	Microbiology and Infectious Diseases Research	N/A	Penn State Univ
93.856	I	143,965	Microbiology and Infectious Diseases Research	200IC006	Social & Scientific
93.856	I	-9,910	Microbiology and Infectious Diseases Research	200VC006	Social & Scientific
93.856	I	267,235	Microbiology and Infectious Diseases Research	202PVCL04	Social & Scientific
93.856	I	94,283	Microbiology and Infectious Diseases Research	203VC007	Social & Scientific
93.856	I	-15,467	Microbiology and Infectious Diseases Research	97PVCL06	Social & Scientific
93.856	I	6,836	Microbiology and Infectious Diseases Research	AACTG.33.20	Social & Scientific
93.856	I	24,558	Microbiology and Infectious Diseases Research	AACTG.42.UICTU.	Social & Scientific
93.856	I	112,159	Microbiology and Infectious Diseases Research	N/A	Social & Scientific
93.856	I	196,400	Microbiology and Infectious Diseases Research	N/A	Social & Scientific
93.856	I	34,037	Microbiology and Infectious Diseases Research	3573432/K000003	Syracuse Univ
93.856	I	33,525	Microbiology and Infectious Diseases Research	K-1-550011-3912	Univ of Houston
93.859	D	10,461,750	Pharmacology, Physiology, and Biological Chemistry Research		
93.862	D	10,151,401	Genetics and Developmental Biology Research and Research Training		
93.862	I	50,578	Genetics and Developmental Biology Research and Research Training	570139	Texas A & M Univ.
93.862	I	55,596	Genetics and Developmental Biology Research and Research Training	00RA5027-NCSU	Univ of California
93.862	I	28,848	Genetics and Developmental Biology Research and Research Training	N/A	Univ of Chicago
93.864	D	10,127,829	Population Research		
93.864	I	64,169	Population Research	1622-UNC-JHU-36	Penn State Univ
93.864	I	91,725	Population Research	1-44U-7956/HD40	RTI
93.864	I	150,703	Population Research	4-57U-8254/HD39	RTI
93.864	I	151,908	Population Research	#UTA01-500	Univ of Texas-Austin
93.865	D	10,418,261	Center for Research for Mothers and Children		
93.865	I	52,742	Center for Research for Mothers and Children	2012-UNC-DHHS-1	Penn State Univ
93.865	I	71,548	Center for Research for Mothers and Children	896625	Univ of Wash-Seattle
93.866	D	2,882,842	Aging Research		
93.866	I	261,854	Aging Research	JHU 8205-53703	Johns Hopkins Univ
93.866	I	-574	Aging Research	JHU 8611-63474	Johns Hopkins Univ
93.866	I	5,225	Aging Research	UNC-13662-1404	Penn State Univ
93.866	I	7,626	Aging Research	5-31985-B	Univ of Pennsylvania
93.866	I	294,669	Aging Research	K-GHBO-458-2-17	Univ TX Hlth Sci Ctr
93.866	I	13,985	Aging Research	00-053	UT Southwest Med Ctr

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93.866	I	80,766	Aging Research	00-054	UT Southwest Med Ctr
93.866	I	7,222	Aging Research	50025	Wake F Univ Sch Med
93.866	I	22,093	Aging Research	52315	Wake F Univ Sch Med
93.866	I	10,175	Aging Research	DS768	Duke University
93.867	D	1,546,003	Vision Research		
93.867	I	80,219	Vision Research	22-2283320	Western Michigan Un
93.879	D	397,888	Medical Library Assistance		
93.880	D	438,475	Minority Access to Research Careers		
93.884	D	160,484	Grants for Residency Training in General Internal Medicine and/or General Pediatrics		
93.887	D	1,377,260	Health Care and Other Facilities		
93.891	D	1,724,789	Alcohol Research Center Grants		
93.894	D	2,721,400	Resource and Manpower Development in the Environmental Health Sciences		
93.895	D	660,596	Grants for Faculty Development in Family Medicine		
93.896	D	263	Predoctoral Training in Primary Care (Family Medicine, General Internal Medicine/General Pediatrics)		
93.900	D	23,499	Grants for Faculty Development in General Internal Medicine and/or General Pediatrics		
93.900	I	31,826	Grants for Faculty Development in General Internal Medicine and/or General Pediatrics	597734	Univ of Wash-Seattle
93.912	D	-9,166	Rural Health Outreach and Rural Network Development Program		
93.919	I	13,790	Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	20-342-20-560-1	Southcentral Fdn
93.919	I	14,182	Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	20-342-23-560-1	Southcentral Fdn
93.929	D	22,985	Center for Medical Rehabilitation Research		
93.929	I	5,261	Center for Medical Rehabilitation Research	N/A	Univ of IL-Chicago
93.929	I	-4,907	Center for Medical Rehabilitation Research	5-24941	Univ of Virginia
93.932	D	755	Native Hawaiian Health Systems		
93.934	D	109,658	Fogarty International Research Collaboration Award		
93.938	D	53,727	Cooperative Agreements to Support Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems		
93.943	D	177,940	Epidemiologic Research Studies of Acquired Immunodeficiency Syndrome (AIDS) and Human Immunodeficiency Virus (HIV) Infection in Selected Population Groups		
93.960	D	1,661,427	Special Minority Initiatives		
93.964	D	144,221	Public Health Traineeships		
93.969	D	271,411	Grants for Geriatric Education Centers		



STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93.984	D	243,120	Academic Administrative Units in Primary Care		
93.989	D	997,900	Senior International Fellowships		
		<u>326,402,456</u>	Total — Research and Development — U. S. Department of Health and Human Services		

**Corporation for National and Community Service**

94.005	D	208,019	Learn and Serve America - Higher Education		
		<u>208,019</u>	Total — Research and Development — Corporation for National and Community Service		

**Other Federal Assistance**

99	D	211,130	Other Federal Assistance		
99	I	1,849	Other Federal Assistance	OJJDP12070	Wake F Univ Sch Med
99	I	29,630	Other Federal Assistance	5-25900-02	George Mason Univ.
99	I	105,788	Other Federal Assistance	96-1305-01	Res Corp Univ Hawaii
99	I	116,321	Other Federal Assistance	96-1305-02	Res Corp Univ Hawaii
99	I	53,069	Other Federal Assistance	GO1-2077A	Smithsonian Astro.
99	I	52,991	Other Federal Assistance	Agreement HNEA0098001500	United Negro College Fund
99	I	30,699	Other Federal Assistance	RC710-013/409254	University of Georga
		<u>601,476</u>	Total — Research and Development — Other Federal Assistance		
		<u>556,448,243</u>	Total — Research and Development		

***Student Financial Assistance—Cluster:***

**U. S. Department of Education**

84.007	D	8,891,231	Federal Supplemental Educational Opportunity Grants		
84.032	D	84,827,415	Federal Family Education Loans		
84.033	D	11,800,959	Federal Work-Study Program		
84.038	D	94,758,632	Federal Perkins Loan Program - Federal Capital Contributions		
84.063	D	260,902,357	Federal Pell Grant Program		
84.268	D	139,565,702	Federal Direct Student Loans		
		<u>600,746,296</u>	Total — Student Financial Assistance Cluster — U. S. Department of Education		

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For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>U. S. Department of Health and Human Services</u></b>					
93.342	D	4,045,074	Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students		
93.364	D	315,471	Nursing Student Loans		
93.925	D	916,493	Scholarships for Health Professions Students from Disadvantaged Backgrounds		
		<u>5,277,038</u>	Total — Student Financial Assistance Cluster — U. S. Department of Health and Human Services		
		<u>606,023,334</u>	Total — Student Financial Assistance		
 <b><i>Special Education—Cluster:</i></b>					
<b><u>U. S. Department of Education</u></b>					
84.027	D	181,027,640	Special Education - Grants to States		
84.173	D	11,710,366	Special Education - Preschool Grants		
		<u>192,738,006</u>	Total — Special Education Cluster — U. S. Department of Education		
		<u>192,738,006</u>	Total — Special Education		
 <b><i>TRIO—Cluster:</i></b>					
<b><u>U. S. Department of Education</u></b>					
84.042	D	7,025,487	TRIO - Student Support Services		
84.044	D	2,630,655	TRIO - Talent Search		
84.047	D	4,363,738	TRIO - Upward Bound		
84.066	D	1,280,516	TRIO - Educational Opportunity Centers		
84.217	D	667,885	TRIO - McNair Post-Baccalaureate Achievement		
		<u>15,968,282</u>	Total — TRIO Cluster — U. S. Department of Education		
		<u>15,968,282</u>	Total — TRIO		

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<b><i>WIA—Cluster:</i></b>					
<b><u>U. S. Department of Labor</u></b>					
17.258	D	17,001,221	WIA Adult Program		
17.258	I	365,778	WIA Adult Program	02-2020-33-9900	Cape Fear
17.258	I	38,124	WIA Adult Program	01-2020-33-9900	Cape Fear COG
17.258	I	35,080	WIA Adult Program	01-2020-36-9900	Centralina
17.258	I	789,176	WIA Adult Program	02-2020-36-9900	Centralina
17.258	I	5,613	WIA Adult Program	01-2020-37-9900	City of Charlotte
17.258	I	325,390	WIA Adult Program	02-2020-37-9900	City of Charlotte
17.258	I	8,458	WIA Adult Program	01-2020-35-9900	City of Durham
17.258	I	224,292	WIA Adult Program	02-2020-35-9900	City of Durham
17.258	I	-311	WIA Adult Program	01-2020-40-9900	Eastern Carolina
17.258	I	74,544	WIA Adult Program	02-2020-40-9900	Eastern Carolina
17.258	I	9,582	WIA Adult Program	01-2020-44-9900	Lumber River
17.258	I	108,176	WIA Adult Program	01-2020-44-9900	Lumber River
17.258	I	21,127	WIA Adult Program	01-2020-44-9900	Lumber River
17.258	I	164,651	WIA Adult Program	02-2020-44-9900	Lumber River
17.258	I	879,190	WIA Adult Program	02-2020-44-9900	Lumber River
17.258	I	318,143	WIA Adult Program	02-2020-44-9900	Lumber River
17.258	I	6,520	WIA Adult Program	01-2020-45-9900	Mid-Carolina
17.258	I	79,510	WIA Adult Program	02-2020-45-9900	Mid-Carolina
17.258	I	-53	WIA Adult Program	01-2020-29-9900	Mountain Area
17.258	I	11,650	WIA Adult Program	02-2020-29-9900	Mountain Area
17.258	I	9,171	WIA Adult Program	01-2020-58-9900	Pee Dee
17.258	I	4,159	WIA Adult Program	01-2020-58-9900	Pee Dee
17.258	I	65,082	WIA Adult Program	02-2020-58-9900	Pee Dee
17.258	I	296,471	WIA Adult Program	02-2020-58-9900	Pee Dee
17.258	I	6,244	WIA Adult Program	01-2020-54-9900	Regional Partnership
17.258	I	77,398	WIA Adult Program	02-2020-54-9900	Regional Partnership
17.258	I	9,435	WIA Adult Program	01-2020-55-9900	Southwestern
17.258	I	222,867	WIA Adult Program	02-2020-55-9900	Southwestern
17.258	I	354	WIA Adult Program	WIA-2001-0412-46-28	Buncombe County
17.258	I	17,386	WIA Adult Program	WIA-2002-0412-46-02	Buncombe County
17.258	I	31,043	WIA Adult Program	WIA-2002-0412-46-03	Buncombe County

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
17.258	I	1,195	WIA Adult Program	0-2020-33-5637-00	Cape Fear COG
17.258	I	1,904	WIA Adult Program	01-2020-33-5632	Cape Fear COG
17.258	I	543	WIA Adult Program	01-3590-33-5632	Cape Fear COG
17.258	I	2,273	WIA Adult Program	01-3751-33-5632	Cape Fear COG
17.258	I	49,806	WIA Adult Program	02-2020-33-5632	Cape Fear COG
17.258	I	6,544	WIA Adult Program	02-3751-33-5632	Cape Fear COG
17.258	I	6,000	WIA Adult Program	02-2010-40-6035-07	ECWDB
17.258	I	226,763	WIA Adult Program	02-2020-40-6035-07	ECWDB
17.258	I	84,949	WIA Adult Program	01/2020-49-1380	Region D
17.258	I	1,784	WIA Adult Program	01-00-2050-49-1380-06	Region D
17.258	I	8,179	WIA Adult Program	01-00-2050-49-1380-61	Region D
17.258	I	25,870	WIA Adult Program	02-2020-01	Isothermal PDC
17.258	I	36,708	WIA Adult Program	02-2020-43-4236-00-13	Council of Governments
17.258	I	3,246	WIA Adult Program	N/A	Council of Governments
17.258	I	-750	WIA Adult Program	01-2020-43-4316-00-11/12RG	Kerr-Tar COG
17.258	I	2,081	WIA Adult Program	01-2020-43-4316-00-13-IR	Kerr-Tar COG
17.258	I	129,796	WIA Adult Program	02-2020-43-4316-00-11/12RG	Kerr-Tar COG
17.258	I	260,865	WIA Adult Program	02-2020-43-4316-00-13-IR	Kerr-Tar COG
17.258	I	1,696	WIA Adult Program	03-3590-20-4316-BJ-13-CS-24	Kerr-Tar COG
17.258	I	227,284	WIA Adult Program	02-2020-40-6331-09	ECWDB
17.258	I	3,072	WIA Adult Program	01-2020-49-1533	High Country COG
17.258	I	184,232	WIA Adult Program	02-2020-49-1533	High Country COG
17.259	D	22,264,738	WIA Youth Activities		
17.259	I	17,112	WIA Youth Activities	02-2040-33-9900	Cape Fear
17.259	I	390	WIA Youth Activities	01-2040-45-9900	Mid-Carolina
17.259	I	2,567	WIA Youth Activities	01-2040-45-9900	Mid-Carolina
17.259	I	1,612	WIA Youth Activities	01-2040-45-9900	Mid-Carolina
17.259	I	695	WIA Youth Activities	01-2040-45-9900	Mid-Carolina
17.259	I	24,872	WIA Youth Activities	02-2040-45-9900	Mid-Carolina
17.259	I	18,356	WIA Youth Activities	02-2040-45-9900	Mid-Carolina
17.259	I	12,714	WIA Youth Activities	02-2040-45-9900	Mid-Carolina
17.259	I	4,894	WIA Youth Activities	02-2040-45-9900	Mid-Carolina
17.259	I	1,056	WIA Youth Activities	01-2040-54-9900	Regional Partnership
17.259	I	463	WIA Youth Activities	01-2040-54-9900	Regional Partnership

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17.259	I	-1,196	WIA Youth Activities	01-2040-54-9900	Regional Partnership
17.259	I	24,629	WIA Youth Activities	02-2040-54-9900	Regional Partnership
17.259	I	17,609	WIA Youth Activities	02-2040-54-9900	Regional Partnership
17.259	I	8,678	WIA Youth Activities	02-2040-54-9900	Regional Partnership
17.259	I	87	WIA Youth Activities	0-2040-33-5935-00	Cape Fear COG
17.259	I	-100	WIA Youth Activities	01-2040-33-5632	Cape Fear COG
17.259	I	3,229	WIA Youth Activities	02-2040-33-5632	Cape Fear COG
17.259	I	85,964	WIA Youth Activities	01/2040-49-1380	Region D
17.259	I	87,683	WIA Youth Activities	01-2040-02	Isothermal PDC
17.259	I	12,705	WIA Youth Activities	02-2040-43-4236-00-13	Council of Governments
17.259	I	84,150	WIA Youth Activities	02-2040-43-4236-00-43	Council of Governments
17.259	I	4,328	WIA Youth Activities	N/A	Council of Governments
17.259	I	63	WIA Youth Activities	01-2040-43-4316-00-13-IR	Kerr-Tar COG
17.259	I	70,343	WIA Youth Activities	02-2040-43-4316-00-13-IR	Kerr-Tar COG
17.259	I	8,055	WIA Youth Activities	Enhancement Grant	Kerr-Tar COG
17.259	I	189,876	WIA Youth Activities	02-2040-40-6331-09	ECWDB
17.259	I	7,148	WIA Youth Activities	01-2040-49-1533	High Country COG
17.259	I	179,248	WIA Youth Activities	02-2040-49-1533	High Country COG
17.259	I	777	WIA Youth Activities	02-2050-49-1530-YSB1	High Country COG
17.259	I	385,710	WIA Youth Activities	02-44-5467	LR COG
17.259	I	323,746	WIA Youth Activities	02-44-5467 Yth	LR COG
17.259	I	249,663	WIA Youth Activities	RYA02-44-5467	LR COG
17.260	D	19,638,713	WIA Dislocated Workers		
17.260	I	6,593	WIA Dislocated Workers	01-2030-33-9900	Cape Fear
17.260	I	4,118	WIA Dislocated Workers	01-2030-33-9900	Cape Fear
17.260	I	11,263	WIA Dislocated Workers	01-2030-33-9900	Cape Fear
17.260	I	469,548	WIA Dislocated Workers	02-2030-22-9900	Cape Fear
17.260	I	32,222	WIA Dislocated Workers	02-2031-34-9900	Capital Area
17.260	I	-12,083	WIA Dislocated Workers	01-2030-36-9900	Centralina
17.260	I	1,488,892	WIA Dislocated Workers	02-2030-36-9900	Centralina
17.260	I	393,571	WIA Dislocated Workers	02-4000-36-9900	Centralina
17.260	I	210,172	WIA Dislocated Workers	N/A	Charlotte Mecklenburg
17.260	I	17,644	WIA Dislocated Workers	01-2030-37-9900	City of Charlotte
17.260	I	496,693	WIA Dislocated Workers	02-2030-37-9900	City of Charlotte

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17.260	I	488,145	WIA Dislocated Workers	02-4000-36-9900	City of Charlotte
17.260	I	55,672	WIA Dislocated Workers	01-2030-35-9900	City of Durham
17.260	I	439,825	WIA Dislocated Workers	02-2030-35-9900	City of Durham
17.260	I	15,924	WIA Dislocated Workers	01-2030-40-9900	Eastern Carolina
17.260	I	325,533	WIA Dislocated Workers	02-2030-40-9900	Eastern Carolina
17.260	I	40,016	WIA Dislocated Workers	02-2031-40-9900	Eastern Carolina
17.260	I	32,713	WIA Dislocated Workers	01-2030-43-9900	Kerr Tar
17.260	I	487,240	WIA Dislocated Workers	02-2030-43-9900	Kerr Tar
17.260	I	21,559	WIA Dislocated Workers	01-2030-44-9900	Lumber River
17.260	I	51,208	WIA Dislocated Workers	01-2030-44-9900	Lumber River
17.260	I	10,889	WIA Dislocated Workers	01-2030-44-9900	Lumber River
17.260	I	78,885	WIA Dislocated Workers	02-2030-44-9900	Lumber River
17.260	I	391,636	WIA Dislocated Workers	02-2030-44-9900	Lumber River
17.260	I	218,785	WIA Dislocated Workers	02-2030-44-9900	Lumber River
17.260	I	75,964	WIA Dislocated Workers	02-2031-44-9900	Lumber River
17.260	I	28,075	WIA Dislocated Workers	01-2030-45-9900	Mid-Carolina
17.260	I	119,205	WIA Dislocated Workers	02-2030-45-9900	Mid-Carolina
17.260	I	38,641	WIA Dislocated Workers	02-2031-45-9900	Mid-Carolina
17.260	I	-52	WIA Dislocated Workers	01-2030-29-9900	Mountain Area
17.260	I	11,646	WIA Dislocated Workers	02-2030-29-9900	Mountain Area
17.260	I	43,960	WIA Dislocated Workers	01-2030-58-9900	Pee Dee
17.260	I	10,935	WIA Dislocated Workers	01-2030-58-9900	Pee Dee
17.260	I	123,494	WIA Dislocated Workers	02-2030-58-9900	Pee Dee
17.260	I	130,144	WIA Dislocated Workers	02-2030-58-9900	Pee Dee
17.260	I	77,314	WIA Dislocated Workers	02-2031-58-9900	Pee Dee
17.260	I	870	WIA Dislocated Workers	02-2050-58-9900	Pee Dee
17.260	I	105,509	WIA Dislocated Workers	02-4000-58-9900	Pee Dee
17.260	I	18,170	WIA Dislocated Workers	01-2030-54-9900	Regional Partnership
17.260	I	172,079	WIA Dislocated Workers	02-2030-54-9900	Regional Partnership
17.260	I	4,998	WIA Dislocated Workers	02-2050-54-9900	Regional Partnership
17.260	I	67,022	WIA Dislocated Workers	01-2030-55-9900	Southwestern
17.260	I	545,380	WIA Dislocated Workers	02-2030-55-9900	Southwestern
17.260	I	20,361	WIA Dislocated Workers	WIA-2002-0412-46-02	Buncombe County
17.260	I	41,010	WIA Dislocated Workers	WIA-2002-0412-46-03	Buncombe County

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
17.260	I	12	WIA Dislocated Workers	0-2030-33-5631-00	Cape Fear COG
17.260	I	65,204	WIA Dislocated Workers	02-2030-33-5632	Cape Fear COG
17.260	I	126,947	WIA Dislocated Workers	01/2030-49-1380	Region D
17.260	I	50,000	WIA Dislocated Workers	02/303-49-1380	Region D
17.260	I	47,608	WIA Dislocated Workers	02-2020-43-4236-00-00	Council of Governments
17.260	I	4,187	WIA Dislocated Workers	N/A	Council of Governments
17.260	I	692	WIA Dislocated Workers	01-3751-43-4316-WTW	Kerr-Tar COG
17.260	I	208,541	WIA Dislocated Workers	02-2020-43-4316-E	Kerr-Tar COG
17.260	I	90,589	WIA Dislocated Workers	02-3751-43-4316-WTW	Kerr-Tar COG
17.260	I	238,327	WIA Dislocated Workers	02-2003-40-6331-09	ECWDB
17.260	I	118	WIA Dislocated Workers	01-00-2050-49-1533-05	High Country COG
17.260	I	9,112	WIA Dislocated Workers	01-2030-49-1533	High Country COG
17.260	I	38,300	WIA Dislocated Workers	02-00-2050-49-1533-03	High Country COG
17.260	I	32,650	WIA Dislocated Workers	02-00-2050-49-1533-05	High Country COG
17.260	I	34,813	WIA Dislocated Workers	02-00-2050-49-1533-97	High Country COG
17.260	I	404,663	WIA Dislocated Workers	02-2030-49-1533	High Country COG
17.260	I	278,168	WIA Dislocated Workers	02-2031-49-1533	High Country COG
		<u>75,241,407</u>	Total — WIA Cluster — U. S. Department of Labor		
		<u>75,241,407</u>	Total — WIA		

***Other Programs:***

**U. S. Department of Agriculture**

10	D	1,287,962	U.S. Department of Agriculture		
10	I	4,420	U.S. Department of Agriculture	4.25/00	ADEC
10	I	83,503	U.S. Department of Agriculture	ACES/ASATP-YD-10	Auburn University
10	I	15,518	U.S. Department of Agriculture	N/A	CAP
10	I	3,384	U.S. Department of Agriculture	N/A	Limestone Bluffs, Rc
10	I	242	U.S. Department of Agriculture	98-38411-6564	Louisiana St. Univ.
10	I	4,307	U.S. Department of Agriculture	L71660	Univ of Florida
10	I	4	U.S. Department of Agriculture	L72019	Univ of Florida
10	I	-48	U.S. Department of Agriculture	L72317	Univ of Florida
10	I	4	U.S. Department of Agriculture	L72333	Univ of Florida

# STATE of NORTH CAROLINA

## SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
10	I	2,500	U.S. Department of Agriculture	L77801	Univ of Florida
10	I	1,500	U.S. Department of Agriculture	L77803	Univ of Florida
10	I	7,448	U.S. Department of Agriculture	L80000	Univ of Florida
10	I	41,018	U.S. Department of Agriculture	00-52100-9616NCAT	Alabama A&M University
10	I	219	U.S. Department of Agriculture	N/A	Colorado State University
10	I	3,691	U.S. Department of Agriculture	RE675-107/22795777	University of Georgia
10.001	D	37,604	Agricultural Research - Basic and Applied Research		
10.001	I	879	Agricultural Research - Basic and Applied Research	PO36289	Langston University
10.025	D	1,389,091	Plant and Animal Disease, Pest Control, and Animal Care		
10.064	D	71,900	Forestry Incentives Program		
10.153	D	68,658	Market News		
10.156	D	12,500	Federal-State Marketing Improvement Program		
10.162	D	21,648	Inspection Grading and Standardization		
10.200	I	1,561	Grants for Agricultural Research, Special Research Grants	00-COOP-1-8843	University of Georgia
10.202	D	40,423	Cooperative Forestry Research		
10.203	D	415,397	Payments to Agricultural Experiment Stations Under the Hatch Act		
10.206	D	166,798	Grants for Agricultural Research - Competitive Research Grants		
10.216	D	309,817	1890 Institution Capacity Building Grants		
10.216	I	21,431	1890 Institution Capacity Building Grants	36-22091-154	Tuskegee University
10.217	D	57,510	Higher Education Challenge Grants		
10.217	I	14,456	Higher Education Challenge Grants	RF00906808 #741528	Ohio State Univ.
10.217	I	5,153	Higher Education Challenge Grants	4-64670-01-283	University of Kentucky
10.217	I	3,815	Higher Education Challenge Grants	2001-38411-10760	VPI & State University
10.220	D	15,000	Higher Education Multicultural Scholars Program		
10.250	D	313,234	Agricultural and Rural Economic Research		
10.302	I	3,271	Initiative for Future Agriculture and Food Systems	332.77-02.532	Tennessee State University
10.304	D	84,524	Homeland Security - Agricultural		
10.475	D	3,052,355	Cooperative Agreements with States for Intrastate Meat and Poultry Inspection		
10.500	D	1,649,085	Cooperative Extension Service		
10.500	I	5,758	Cooperative Extension Service	TCE 622640-14	Texas A&M University
10.550	D	38,003,280	Food Donation		
10.557	D	115,521,139	Special Supplemental Nutrition Program for Women, Infants, and Children		
10.558	D	70,030,069	Child and Adult Care Food Program		
10.560	D	3,166,609	State Administrative Expenses for Child Nutrition		



STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
10.565	D	82,320	Commodity Supplemental Food Program		
10.567	D	69,324	Food Distribution Program on Indian Reservations		
10.570	D	3,108,330	Nutrition Services Incentive		
10.572	D	26,043	WIC Farmers' Market Nutrition Program (FMNP)		
10.574	D	11,286	Team Nutrition Grants		
10.576	D	45,636	Senior Farmer's Market Nutrition Program		
10.652	D	35,674	Forestry Research		
10.664	D	6,799,594	Cooperative Forestry Assistance		
10.672	D	131,637	Rural Development, Forestry, and Communities		
10.960	D	496,038	Technical Agricultural Assistance		
10.962	D	7,193	International Training - Foreign Participant		
		<u>246,751,711</u>	Total — Other Programs — U. S. Department of Agriculture		

**U. S. Department of Commerce**

11	I	35,500	U.S. Department of Commerce	SA-01-03-NC	S Atlantic Fishery Mbmt Cncl
11	I	12,000	U.S. Department of Commerce	SA-02-03-NC	S Atlantic Fishery Mbmt Cncl
11.303	D	423,133	Economic Development - Technical Assistance		
11.400	D	30,000	Geodetic Surveys and Services (Geodesy and Applications of the National Geodetic Reference System)		
11.417	D	1,999	Sea Grant Support		
11.427	D	53,582	Fisheries Development and Utilization Research and Development Grants and Cooperative Agreements Program		
11.431	D	195,221	Climate and Atmospheric Research		
11.450	D	5,476	Integrated Flood Observing and Warning System (IFLOWS)		
11.472	D	50,000	Unallied Science Program		
11.477	D	377,724	Fisheries Disaster Relief		
11.481	D	105,009	Educational Partnership Program		
11.552	D	446,293	Technology Opportunities		
11.601	D	65,259	Calibration Program		
11.603	D	31,801	National Standard Reference Data System		
11.609	D	161,922	Measurement and Engineering Research and Standards		
11.611	D	2,226,278	Manufacturing Extension Partnership		
11.612	I	3,597	Advanced Technology Program	2975990146	IBM
		<u>4,224,794</u>	Total — Other Programs — U. S. Department of Commerce		

## STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>U. S. Department of Defense</u></b>					
12	D	593,976	U. S. Department of Defense		
12	I	5,000	U. S. Department of Defense	02-037, 02-038	Acad. of Appl'd Sci.
12	I	13,397	U. S. Department of Defense	4400063469	Science Applications International Corp.
12.002	I	25,703	Procurement Technical Assistance for Business Firms	LTR DTD 1/7/02	SBTDC
12.002	I	34,181	Procurement Technical Assistance for Business Firms	MEMO NO. 2001-2	SBTDC
12.100	I	1,259	Aquatic Plant Control	G010166-113794	University of Virginia
12.113	D	4,825	State Memorandum of Agreement Program for the Reimbursement of Technical Services		
12.300	D	1,628,447	Basic and Applied Scientific Research		
12.300	I	9,479	Basic and Applied Scientific Research	F004054	Univ of Michigan
12.300	I	52	Basic and Applied Scientific Research	297520010337	Utility Develop
12.300	I	13,687	Basic and Applied Scientific Research	N0014-01-1-0994	National Ocean
12.400	D	10,492,565	Military Construction, National Guard		
12.401	D	9,289,444	National Guard Military Operations and Maintenance (O&M) Projects		
12.420	D	468,231	Military Medical Research and Development		
12.431	D	473,590	Basic Scientific Research		
12.431	I	14,899	Basic Scientific Research	LTR DTD 9/10/02	Acad Applied Sci
12.609	D	23,751	Selected Reserve Educational Assistance Program		
12.610	D	49,633	Joint Land Use Studies		
12.630	I	23,158	Basic, Applied, and Advanced Research in Science and Engineering	PO TDM101816	Third Wave Syst
12.800	D	1,485,903	Air Force Defense Research Sciences Program		
12.800	I	23,827	Air Force Defense Research Sciences Program	F49620-00-1-0131	Georgia Institute of Technology
12.800	I	50,604	Air Force Defense Research Sciences Program	Z10760	Boeing
12.800	I	154	Air Force Defense Research Sciences Program	1115-04140001	NVE Corporation
12.901	D	254,438	Mathematical Sciences Grants Program		
12.902	D	55,199	Information Security Grant Program		
12.910	D	2,735	Research and Technology Development		
12.910	I	102,163	Research and Technology Development	#4300017778	BWXT Y-12,L.L.C
12.910	I	15,431	Research and Technology Development	PO#43756	Dynetics, Inc.
12.910	I	63,637	Research and Technology Development	PO#45844	Dynetics, Inc.
12.910	I	21,728	Research and Technology Development	PO#600105234	GE
12.910	I	53,847	Research and Technology Development	Subcontract	Univ of So. California
		<u>25,294,943</u>	Total — Other Programs — U. S. Department of Defense		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>U. S. Department of Housing and Urban Development</u></b>					
14	D	955,722	U.S. Department of Housing and Urban Development		
14	I	162,203	U.S. Department of Housing and Urban Development	2720-02	Bennett College
14.156	D	3,218,167	Lower Income Housing Assistance Program - Section 8 Moderate Rehabilitation		
14.169	D	18,049	Housing Counseling Assistance Program		
14.171	D	224,163	Manufactured Home Construction and Safety Standards		
14.228	D	36,640,907	Community Development Block Grants/State's Program		
14.231	D	2,340,589	Emergency Shelter Grants Program		
14.237	D	577,631	Historically Black Colleges and Universities Program		
14.238	D	41,020	Shelter Plus Care		
14.241	D	1,047,588	Housing Opportunities for Persons with AIDS		
14.243	D	6,475	Opportunities for Youth - Youthbuild Program		
14.243	I	205,588	Opportunities for Youth - Youthbuild Program	Y-00-IM-NC-0092	High Point Housing Authority
14.246	D	1,903,260	Community Development Block Grants/Brownfields Economic Development Initiative		
14.401	D	342,681	Fair Housing Assistance Program - State and Local		
14.511	D	159,918	Community Outreach Partnership Center Program		
14.900	I	1,150	Lead-Based Paint Hazard Control in Privately Owned Housing	220-2252-01	City of Greensboro
14.900	I	10,007	Lead-Based Paint Hazard Control in Privately Owned Housing	AGRMT 8/16/02	City of Chlt
		<u>47,855,118</u>	Total — Other Programs — U. S. Department of Housing and Urban Development		
<b><u>U. S. Department of Interior</u></b>					
15	D	165,618	U.S. Department of the Interior		
15.222	D	15,000	Cooperative Inspection - Agreements with States and Tribes		
15.602	D	7,300	Conservation Law Enforcement Training Assistance		
15.608	D	5,504	Fish and Wildlife Management Assistance		
15.612	D	164,692	Endangered Species Conservation		
15.615	D	113,083	Cooperative Endangered Species Conservation Fund		
15.616	D	22,408	Clean Vessel Act		
15.618	D	5,000	Administrative Grants for Federal Aid in Sport Fish and Wildlife Restoration		
15.623	D	230,880	North American Wetlands Conservation Fund		
15.625	D	185,893	Wildlife Conservation and Restoration		
15.632	D	13,618	Conservative Grants Private Stewardship for Imperiled Species		
15.634	D	59,956	State Wildlife Grants		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
15.808	D	29,591	U.S. Geological Survey: Research and Data Acquisition		
15.810	D	3,204	National Cooperative Geologic Mapping Program		
15.904	D	708,748	Historic Preservation Fund Grants-In-Aid		
15.916	D	707,530	Outdoor Recreation - Acquisition, Development and Planning		
15.916	I	29,455	Outdoor Recreation - Acquisition, Development and Planning	579907400-1	FIU/Nat Park Sv
15.916	I	5,463	Outdoor Recreation - Acquisition, Development and Planning	CH-5460-97-009	Auburn University
15.921	D	1,189	Rivers, Trails and Conservation Assistance		
15.923	D	24,159	National Center for Preservation Technology and Training		
15.924	D	17,473	Historically Black Colleges and Universities Preservation Initiative		
15.925	D	4,962	National Maritime Heritage Grants		
15.926	D	6,004	American Battlefield Protection		
		<u>2,526,731</u>	Total — Other Programs — U. S. Department of Interior		

**U. S. Department of Justice**

16	D	1,741,723	U.S. Department of Justice		
16.007	D	2,069,199	State Domestic Preparedness Equipment Support Program		
16.203	D	6,879	Sex offender Management Discretionary Grant		
16.400	D	217,000	Citizenship Education and Training		
16.500	D	461,211	Law Enforcement Assistance		
16.523	D	4,933,357	Juvenile Accountability Incentive Block Grants		
16.540	D	1,860,739	Juvenile Justice and Delinquency Prevention - Allocation to States		
16.540	I	6,263	Juvenile Justice and Delinquency Prevention - Allocation to States	7098/9025	Nat Children's Alliance
16.541	I	-2,757	Juvenile Justice and Delinquency Prevention - Special Emphasis	065100FDJK314	Say Agencies
16.548	D	898,102	Title V- Delinquency Prevention Program		
16.549	D	238,876	Part E - State Challenge Activities		
16.550	D	636,750	State Justice Statistics Program for Statistical Analysis Centers		
16.550	I	204	State Justice Statistics Program for Statistical Analysis Centers	2975-96-0354	CDPL, Inc.
16.560	D	58,181	National Institute of Justice Research, Evaluation, and Development Project Grants		
16.572	D	2,618,119	State Criminal Alien Assistance Program		
16.575	D	12,993,845	Crime Victim Assistance		
16.579	D	13,924,793	Byrne Formula Grant Program		
16.580	D	1,529,753	Edward Byrne Memorial State and Local Law Enforcement Assistance		
			Discretionary Grants Program		
16.582	I	6,646	Crime Victim Assistance/Discretionary Grants	7098/9025	Nat Children's Alliance

## STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
16.585	D	894	Drug Court Discretionary Grant Program		
16.586	D	15,838,188	Violent offender Incarceration and Truth in Sentencing Incentive Grants		
16.588	D	2,762,815	Violence Against Women Formula Grants		
16.589	D	148,050	Rural Domestic Violence and Child Victimization Enforcement Grant Program		
16.590	D	6,753	Grants to Encourage Arrest Policies and Enforcement of Protection Orders		
16.592	D	819,874	Local Law Enforcement Block Grants Program		
16.593	D	2,461,512	Residential Substance Abuse Treatment for State Prisoners		
16.595	D	235,713	Executive Office for Weed and Seed		
16.607	D	21,491	Bulletproof Vest Partnership Program		
16.609	D	43,836	Community Prosecution and Project Safe Neighborhoods		
16.710	D	1,848,120	Public Safety Partnership and Community Policing Grants		
16.710	I	5,547	Public Safety Partnership and Community Policing Grants	N/A	City of Chlt
16.712	D	1,094,456	Police Corps		
16.727	D	543,808	Enforcing Underage Drinking Laws Program		
		70,029,940	Total — Other Programs — U. S. Department of Justice		

**U. S. Department of Labor**

17	D	772,968	U.S. Department of Labor		
17.002	D	2,253,384	Labor Force Statistics		
17.005	D	132,098	Compensation and Working Conditions		
17.225	D	1,773,516,372	Unemployment Insurance		
17.235	D	2,234,849	Senior Community Service Employment Program		
17.235	I	5,685	Senior Community Service Employment Program	15009-5028	Region L
17.235	I	106,513	Senior Community Service Employment Program	231	Natl Sr Citiz Ctr
17.245	D	33,664,312	Trade Adjustment Assistance - Workers		
17.250	D	27,066	Job Training Partnership Act		
17.250	I	80	Job Training Partnership Act	0-2020-33-5631-00	Cape Fear COG
17.250	I	26,274	Job Training Partnership Act	0-3751-33-5626-00-00-IR	Cape Fear COG
17.250	I	21,826	Job Training Partnership Act	0-3751-33-5626-00-00-IR	Cape Fear COG
17.250	I	9,091	Job Training Partnership Act	02-2050-40-6035-07	ECWDB
17.253	D	4,416,614	Welfare-to-Work Grants to States and Localities		
17.253	I	19,850	Welfare-to-Work Grants to States and Localities	01-3590-55-9900	Southwestern
17.253	I	650	Welfare-to-Work Grants to States and Localities	WTW-2001-3751-46-22	Buncombe County
17.253	I	41,629	Welfare-to-Work Grants to States and Localities	WTW-2002-3751-46-05	Buncombe County

## STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
17.253	I	30,138	Welfare-to-Work Grants to States and Localities	02-3751-43-4236-00-WTW	Council of Governments
17.253	I	47,089	Welfare-to-Work Grants to States and Localities	01-44-3059	LRCOG
17.253	I	14,813	Welfare-to-Work Grants to States and Localities	01-44-3059	LRCOG
17.253	I	37	Welfare-to-Work Grants to States and Localities	01-9-3751-49-1533-05	High Country COG
17.254	I	16,249	Welfare-to-Work Grants to Federally Recognized Tribes and Alaska Natives	02-2020-01	Isothermal PDC
17.254	I	18,463	Welfare-to-Work Grants to Federally Recognized Tribes and Alaska Natives	PY-1998-WTW-2	Isothermal PDC
17.255	D	15,579,522	Workforce Investment Act		
17.255	I	1,136,670	Workforce Investment Act	9-3590-21-4466	Upper C.P. COG
17.255	I	81,049	Workforce Investment Act	9-3590-21-4466	Upper C.P. COG
17.255	I	76,199	Workforce Investment Act	9-3590-21-4466	Upper C.P. COG
17.255	I	28,508	Workforce Investment Act	02-2031-40-6169	East Carolina Workforce Dev Board
17.255	I	392,121	Workforce Investment Act	02-2020-40-+169	East Carolina Workforce Dev Board
17.255	I	501,193	Workforce Investment Act	02-2030-40-6169	East Carolina Workforce Dev Board
17.255	I	71,833	Workforce Investment Act	02-2040-40-6169	East Carolina Workforce Dev Board
17.255	I	51,405	Workforce Investment Act	02-2050-40-6169	East Carolina Workforce Dev Board
17.255	I	41,000	Workforce Investment Act	01/3590-16-1380	Region D
17.261	D	1,057,333	Employment and Training Administration Pilots, Demonstrations and Research Projects		
17.262	D	228,015	Employment and Training Administration Evaluations		
17.502	D	1,351	Occupational Safety and Health - Susan Harwood Training Grants		
17.503	D	5,329,371	Occupational Safety and Health - State Program		
17.504	D	1,133,987	Consultation Agreements		
17.600	D	154,237	Mine Health and Safety Grants		
		<u>1,843,239,844</u>	Total — Other Programs — U. S. Department of Labor		
<b><u>U. S. Department of State</u></b>					
19	I	24,433	U.S. Department of State	N/A	Amer Council/Intern Ed
19.405	D	79,737	Educational Partnerships Program		
19.415	D	97,840	Professional Exchanges - Annual Open Grant		
		<u>202,010</u>	Total — Other Programs — U. S. Department of State		
<b><u>U. S. Department of Transportation</u></b>					
20	D	274,237	U.S. Department of Transportation		
20	I	37,676	U.S. Department of Transportation	02-447398-NSTI-NCA&T-NC	South Carolina State University
20	I	1,071	U.S. Department of Transportation	02-447398-NSTI-NCA&T-NC	South Carolina State University

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
20	I	-24	U.S. Department of Transportation	DTFH6199X00013	South Carolina State University
20	I	18,844	U.S. Department of Transportation	99-NCA&T-E1 Task Order 1	University of Tennessee
20.005	D	1,219,138	Boating Safety Financial Assistance		
20.106	D	14,715,837	Airport Improvement Program		
20.107	D	30	Airway Science		
20.215	D	14,248	Highway Training and Education		
20.215	I	2,983	Highway Training and Education	02-447384-NSTI-ECSU-NC	South Carolina State Univ.
20.215	I	36,983	Highway Training and Education	DTFH61-01-X-00097	South Carolina State Univ.
20.218	D	2,778,428	National Motor Carrier Safety		
20.219	D	1,109,767	Recreational Trails Program		
20.312	D	1,499,176	High Speed Ground Transportation - Next Generation High Speed Rail Program		
20.505	D	873,729	Federal Transit - Metropolitan Planning Grants		
20.509	D	7,943,106	Formula Grants for Other Than Urbanized Areas		
20.516	D	102,298	Job Access - Reverse Commute		
20.700	D	198,403	Pipeline Safety		
20.703	D	344,653	Interagency Hazardous Materials Public Sector Training and Planning Grants		
		<u>31,170,583</u>	Total — Other Programs — U. S. Department of Transportation		
<b><u>U. S. Department of Treasury</u></b>					
21	D	46,682	U.S. Department of the Treasury		
21.008	D	16,544	Low-Income Taxpayer Clinics		
21.052	D	31,127	Alcohol, Tobacco, and Firearms - Training Assistance		
		<u>94,353</u>	Total — Other Programs — U. S. Department of Treasury		
<b><u>U. S. Appalachian Regional Commission</u></b>					
23	I	3,616	Appalachian Regional Commission	5-59332	East Tennessee State University
23.001	D	323,222	Appalachian Regional Development		
23.011	D	501,155	Appalachian State Research, Technical Assistance, and Demonstration Projects		
		<u>827,993</u>	Total — Other Programs — U. S. Appalachian Regional Commission		
<b><u>U. S. Equal Employment Opportunity Commission</u></b>					
30	D	78,100	Equal Employment Opportunity Commission		
		<u>78,100</u>	Total — Other Programs — U. S. Equal Employment Opportunity Commission		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>U. S. General Services Administration</u></b>					
39.003	D	4,514,285	Donation of Federal Surplus Personal Property		
39.011	D	147,793	Election Reform Payments		
		<u>4,662,078</u>	Total — Other Programs — U. S. General Services Administration		
<b><u>Library of Congress</u></b>					
42	I	171,836	Library of Congress	Contract	Ed & Research Consortium
		<u>171,836</u>	Total — Other Programs — Library of Congress		
<b><u>National Aeronautics and Space Administration</u></b>					
43	D	1,002,296	National Aeronautics and Space Administration		
43	I	17,000	National Aeronautics and Space Administration	N/A	UNCFSP
43	I	-186	National Aeronautics and Space Administration	Agreement NO: N-20-633-55	Georgia Institute Technology
43	I	2,188	National Aeronautics and Space Administration	Agreement Dated 5-14-2003	Modern Technology Systems Inc.
43	I	62,275	National Aeronautics and Space Administration	N/A	NACME
43	I	18,043	National Aeronautics and Space Administration	N/A	NACME
43	I	-5,060	National Aeronautics and Space Administration	Letter Dated 4/6/01	QEM Network
43	I	8,500	National Aeronautics and Space Administration	Letter Dated 8/14/01	United Negro College Fund
43	I	8,500	National Aeronautics and Space Administration	Letter Dated 8/14/01	United Negro College Fund
43	I	8,500	National Aeronautics and Space Administration	Letter Dated 8/14/01	United Negro College Fund
43	I	67,140	National Aeronautics and Space Administration	Letter Dated 8/6/02	United Negro College Fund
43.001	D	996,260	Aerospace Education Services Program		
43.001	I	3,091	Aerospace Education Services Program	HST-G0-06761.03-A	Space Telescope
43.001	I	8,000	Aerospace Education Services Program	N/A	NASA Scholarship
43.001	I	21,521	Aerospace Education Services Program	1004	Institute For Global Environment
43.001	I	104,877	Aerospace Education Services Program	NCC5-411	UNCFSP
43.002	D	196,216	Technology Transfer		
43.002	I	9,973	Technology Transfer	1243857	Cal Tec/JPL
43.002	I	2,531	Technology Transfer	1250825	Cal Tec/JPL
43.002	I	35,004	Technology Transfer	1225931	Cal Tec/JPL
43.002	I	298	Technology Transfer	N/A	Geltech, Inc.
		<u>2,566,967</u>	Total — Other Programs — National Aeronautics and Space Administration		



STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>National Foundation on the Arts and the Humanities</u></b>					
45	D	1,398	National Foundation on the Arts and the Humanities		
45	I	-90	National Foundation on the Arts and the Humanities	95-70	N C Humanities Council
45	I	9,750	National Foundation on the Arts and the Humanities	3-34140	Southern Arts Federation
45.007	D	651,978	Promotion of the Arts - Partnership Agreements		
45.024	D	13,692	Promotion of the Arts - Grants to Organizations and Individuals		
45.025	I	49,972	Promotion of the Arts - Partnership Agreements	AGRMT 1/1/02	AAF
45.027	D	317,723	Promotion of the Arts - Challenge America Grants		
45.129	I	5,710	Promotion of the Humanities - Federal/State Partnership	#02-22	NC Humanities Council
45.129	I	1,200	Promotion of the Humanities - Federal/State Partnership	#S01-35	NC Humanities Council
45.129	I	5,715	Promotion of the Humanities - Federal/State Partnership	#S02-07	NC Humanities Council
45.149	D	15,739	Promotion of the Humanities - Division of Preservation and Access		
45.149	I	19,057	Promotion of the Humanities - Division of Preservation and Access	40782-6927	Cornell University
45.160	D	36,691	Promotion of the Humanities - Fellowships and Stipends		
45.161	D	117,241	Promotion of the Humanities - Research		
45.162	D	12,163	Promotion of the Humanities - Education Development and Demonstration		
45.167	D	8,267	Promotion of the Humanities - Extending the Reach Grants to Presidentially Designated Minority Institutions		
45.201	D	1	Arts and Artifacts Indemnity		
45.301	D	63,815	Institute of Museum and Library Services		
45.310	D	3,062,119	State Library Program		
		<u>4,392,141</u>	Total — Other Programs — National Foundation on the Arts and the Humanities		
<b><u>National Science Foundation</u></b>					
47	D	1,312,174	National Science Foundation		
47	I	1,814	National Science Foundation	RR250-155/6330977	Univ of Georgia
47	I	849	National Science Foundation	OR10701-01.03	Univ of Tennessee
47	I	14,248	National Science Foundation	Agreement NO: 070233	Univ of Southern California
47	I	9,449	National Science Foundation	0918890	University of Florida
47	I	104,579	National Science Foundation	Subcontract Dated 10/6/97	University of Florida
47	I	73,896	National Science Foundation	557210-557310	NSF (Sci Max)
47.041	D	736,200	Engineering Grants		
47.041	I	310	Engineering Grants	LTR DTD 10/15/02	AAAS
47.041	I	94,564	Engineering Grants	C-5-34136	U of MO - Col

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
47.041	I	1,597	Engineering Grants	EEC-9727411	Univ of Florida
47.041	I	2,976	Engineering Grants	EIES9735007	Univ of Florida
47.041	I	4,499	Engineering Grants	EIES9735007	Univ of Florida
47.041	I	56,563	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	10,726	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	16,922	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	10,414	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	6,816	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	8,889	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	6,066	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	12,060	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	25,920	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	37,843	Engineering Grants	P200850	Univ of Texas
47.041	I	1,643	Engineering Grants	P200850	Univ of Texas
47.049	D	1,707,529	Mathematical and Physical Sciences		
47.049	I	14,000	Mathematical and Physical Sciences	LTR DTD 2/21/02	Texas A&M
47.049	I	78	Mathematical and Physical Sciences	29919-5647	Cornell Univ
47.050	D	21,447	Geosciences		
47.050	I	1,500	Geosciences	PO#3000079-000	CMBE
47.070	D	695,050	Computer and Information Science and Engineering		
47.070	I	58,883	Computer and Information Science and Engineering	SC20001176-A	Univ of Cal
47.070	I	4,288	Computer and Information Science and Engineering	#01A-02510	Univ of Cincinn
47.070	I	22,796	Computer and Information Science and Engineering	PC01A-02511	Univ of Cincinn
47.074	D	979,321	Biological Sciences		
47.074	I	52,591	Biological Sciences	DEB-9810222	Marine Biological Laboratory
47.075	D	264,850	Social, Behavioral, and Economic Sciences		
47.075	I	2,140	Social, Behavioral, and Economic Sciences	LTR DTD 2/11/02	NRC
47.076	D	2,207,850	Education and Human Resources		
47.076	I	8,121	Education and Human Resources	41981-6848	Cornell University
47.076	I	4,019	Education and Human Resources	HRD9624084	Bertie County Schools
47.076	I	13,187	Education and Human Resources	DTD 4/25/01	University of Alabama-Birm
47.076	I	19,999	Education and Human Resources	DTD 4/25/01	University of Alabama-Birm
47.076	I	9,369	Education and Human Resources	HRD0116000	Virginia Union University
47.076	I	31,858	Education and Human Resources	HRD0116000	Virginia Union University

# STATE of NORTH CAROLINA

## SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
47.078	I	28,645	Polar Programs	7074	Marine Biological Laboratory
		8,698,538	Total — Other Programs — National Science Foundation		
<b><u>U. S. Small Business Administration</u></b>					
59	I	100,460	Small Business Administration	555700	Small Bus of NC
59.037	D	2,272,954	Small Business Development Center		
59.037	I	150,381	Small Business Development Center	LTR DTD 12/21/01	SBTDC
59.037	I	70	Small Business Development Center	MEMO DTD 3/31/03	SBTDC
59.037	I	174,295	Small Business Development Center	MEMO NO. 2001-01	SBTDC
		2,698,160	Total — Other Programs — U. S. Small Business Administration		
<b><u>Tennessee Valley Authority</u></b>					
62	D	10,070	Tennessee Valley Authority		
		10,070	Total — Other Programs — Tennessee Valley Authority		
<b><u>U. S. Department of Veteran's Affairs</u></b>					
64	D	12,739	U.S. Department of Veterans Affairs		
64.005	D	206,720	Grants to States for Construction of State Home Facilities		
64.016	D	6,455	Veterans State Hospital Care		
64.124	D	282,770	All-Volunteer Force Educational Assistance		
		508,684	Total — Other Programs — U. S. Department of Veteran's Affairs		
<b><u>U. S. Environmental Protection Agency</u></b>					
66	D	-1,527	Environmental Protection Agency		
66	I	9,103	Environmental Protection Agency	PO# S00717	University of Maryland at Baltimore
66.432	D	3,026,421	State Public Water System Supervision		
66.433	D	27,891	State Underground Water Source Protection		
66.454	D	214,696	Water Quality Management Planning		
66.456	D	266,142	National Estuary Program		
66.458	D	66,327,739	Capitalization Grants for Clean Water State Revolving Funds		
66.460	D	3,329,208	Nonpoint Source Implementation Grants		
66.460	I	2,995	Nonpoint Source Implementation Grants	03-SC-DENR-1011	Duke University
66.468	D	26,366,866	Capitalization Grants for Drinking Water State Revolving Fund		
66.470	D	356,240	Hardship Grants Program for Rural Communities		

## STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
66.471	D	1,848	State Grants to Reimburse Operators of Small Water Systems for Training and Certification Costs		
66.472	D	173,430	Beach Monitoring and Notification Program Development Grants		
66.474	D	21,764	Water Protection Grants to the States		
66.500	D	870,498	Environmental Protection Consolidated Research		
66.500	I	41,850	Environmental Protection Consolidated Research	01-SC-EPA-1033	Duke University
66.600	D	60,162	Environmental Protection Consolidated Grants - Program Support		
66.604	I	4,571	Environmental Justice Grants To Small Community Groups	40681	Meck County
66.604	I	15,708	Environmental Justice Grants To Small Community Groups	40681.08	Meck County
66.606	D	1,430,878	Surveys, Studies, Investigations and Special Purpose Grants		
66.607	D	9,293	Training and Fellowships for the Environmental Protection Agency		
66.608	D	108,376	State Information Grants		
66.701	D	58,809	Toxic Substances Compliance Monitoring Cooperative Agreements		
66.707	D	327,410	TSCA Title IV State Lead Grants Certification of Lead-Based Paint Professionals		
66.801	D	2,517,109	Hazardous Waste Management State Program Support		
66.802	D	1,031,608	Superfund State, Political Subdivision, and Indian Tribe Site Specific Cooperative Agreements		
66.804	D	173,612	State and Tribal Underground Storage Tanks Program		
66.805	D	2,086,635	Leaking Underground Storage Tank Trust Fund Program		
66.808	D	1,589	Solid Waste Management Assistance		
66.809	D	521,295	Superfund State and Indian Tribe Core Program Cooperative Agreements		
66.950	I	2,327	Environmental Education and Training Program	U82/CCU018832	AEHAP
66.951	D	5,485	Environmental Education Grants		
		<u>109,390,031</u>	Total — Other Programs — U. S. Environmental Protection Agency		
<b><u>U. S. Nuclear Regulatory Commission</u></b>					
77.001	D	14,120	Radiation Control - Training Assistance and Advisory Counseling		
		<u>14,120</u>	Total — Other Programs — U. S. Nuclear Regulatory Commission		
<b><u>U. S. Department of Energy</u></b>					
81	D	169,441	U.S. Department of Energy		
81	I	3,982	U.S. Department of Energy	P.O. # 410631-DG7	Battelle Mem. Inst.
81	I	5,333	U.S. Department of Energy	00000070 #2	Bechtel BWXT, Idaho
81	I	18,488	U.S. Department of Energy	IRECNCSCDBASE21000	IREC

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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
81	I	43,009	U.S. Department of Energy	58238-001-02 39	Los Alamos Nat'L Lab
81	I	-9,642	U.S. Department of Energy	ADC-1-31425-01	MRI-NREL
81	I	27,511	U.S. Department of Energy	DEFG0701D14013NCS	SC State University
81	I	55,620	U.S. Department of Energy	4000010698	UT-Battelle LLC
81	I	-2	U.S. Department of Energy	DE-ACo5-00OR22800	BWXTY-12,LLC
81	I	144,638	U.S. Department of Energy	DSP-90-10-668-012	Clark Atlanta University
81	I	21,214	U.S. Department of Energy	01-134	ERDA
81	I	18	U.S. Department of Energy	1816.00-0508-06	Oak Ridge Institute
81	I	13,300	U.S. Department of Energy	A0389-45929	Sandia Corporation
81	I	12,656	U.S. Department of Energy	A0389-52013	Sandia Corporation
81.041	D	3,759,982	State Energy Program		
81.042	D	3,858,863	Weatherization Assistance for Low-Income Persons		
81.049	D	229,222	Office of Science Financial Assistance Program		
81.086	D	140,187	Conservation Research and Development		
81.089	I	5	Fossil Energy Research and Development	N/A	BDM-Oklahoma
81.114	I	3,976	University Nuclear Science and Reactor Support	ACL-1-31015-14	NREL
81.116	D	10,765	Science and Engineering Training to Support Diversity-Related Programs		
81.117	D	295,707	Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance		
81.119	I	81,625	State Energy Program Special Projects	B515081	Univ of Cal
81.120	I	50,159	Arms Control and Nonproliferations Policy Analysis	4300015865	BWXT Y-12,L.L.C
		<u>8,936,058</u>	Total — Other Programs — U. S. Department of Energy		

**United States Information Agency**

82	D	308,586	United States Information Agency		
82	I	113,765	United States Information Agency	1A-PSLJ-G7190246	Southeastern CC
82.010	D	84,847	College and University Partnerships Program		
		<u>507,198</u>	Total — Other Programs — United States Information Agency		

**Federal Emergency Management Agency**

83	D	105,258	Federal Emergency Management Agency		
83.011	D	19,866	Hazardous Materials Training Program for Implementation of the Superfund Amendment and Reauthorization Act (SARA) of 1986		
83.105	D	152,578	Community Assistance Program - State Support Services Element (CAP-SSSE)		

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## SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
83.536	D	802,494	Flood Mitigation Assistance		
83.544	D	71,244,698	Public Assistance Grants		
83.545	D	412,474	Disaster Housing Program		
83.548	D	13,766,442	Hazard Mitigation Grant		
83.550	D	286,592	National Dam Safety Program		
83.551	D	17,093	Project Impact: Building Disaster Resistant Communities		
83.552	D	2,842,439	Emergency Management Performance Grants		
83.555	D	6,188,717	Cooperating Technical Partners		
83.557	D	53,727	Pre-Disaster Mitigation		
83.562	D	111,365	State and Local All Hazards Emergency Operations Planning		
83.563	D	2,474	Emergency Operations Centers		
83.564	D	151,042	Citizen Corps		
83.AAA	D	757,948	FEMA - Acquisition / Elevation		
83.AAA	D	14,370,980	FEMA - Floyd Supplemental		
		<u>111,286,187</u>	Total — Other Programs — Federal Emergency Management Agency		

### U. S. Department of Education

84	D	9,450,710	U.S. Department of Education		
84	I	35,438	U.S. Department of Education	95-NC09	Natl Writing Proj Co
84	I	51,102	U.S. Department of Education	#ED-01-C0-0046/001	North Central Regional Educational Laboratory
84	I	16,398	U.S. Department of Education	553132	Natl Bd of Prof Teaching Standards
84	I	38,276	U.S. Department of Education	553133	Natl Bd of Prof Teaching Standards
84	I	103,140	U.S. Department of Education	553095	Natl Bd of Prof Teaching Standards
84	I	7,458	U.S. Department of Education	5-34334	University of Virginia
84	I	-10	U.S. Department of Education	H325D980050	University of Virginia
84	I	102,265	U.S. Department of Education	#SA-02-0204-004	Natl Board of Prof Teach Standards
84	I	21,430	U.S. Department of Education	5-59051	Shodor Education Foundation
84	I	20,145	U.S. Department of Education	GM10020	University of Virginia
84.002	D	16,828,480	Adult Education - State Grant Program		
84.003	D	206,580	Bilingual Education		
84.010	D	196,497,487	Title 1 Grants to Local Educational Agencies		
84.011	D	6,650,497	Migrant Education - State Grant Program		
84.013	D	1,010,390	Title 1 Program for Neglected and Delinquent Children		
84.016	D	103,266	Undergraduate International Studies and Foreign Language Programs		

# STATE of NORTH CAROLINA

## SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.021	D	56,087	Overseas - Group Projects Abroad		
84.031	D	11,738,522	Higher Education - Institutional Aid		
84.037	D	8,219	Perkins Loan Cancellations		
84.048	D	31,124,148	Vocational Education - Basic Grants to States		
84.048	I	2,674	Vocational Education - Basic Grants to States	#46080	CMBE
84.048	I	30,170	Vocational Education - Basic Grants to States	3000200-000	CMBE
84.078	I	30,778	Special Education - Postsecondary Education Programs for Persons with Disabilities	H324A010003-02	Univ of Tenn
84.116	D	330,182	Fund for the Improvement of Postsecondary Education		
84.116	I	4,536	Fund for the Improvement of Postsecondary Education	P116B010644	Tidewater CC
84.116	I	2,099	Fund for the Improvement of Postsecondary Education	P116P980035	Tidewater CC
84.116	I	11,545	Fund for the Improvement of Postsecondary Education	P116J980014-00	ETSU/Us Dept Ed
84.116	I	3,468	Fund for the Improvement of Postsecondary Education	R215J40238	Univ of Hawaii
84.120	D	470,946	Minority Science and Engineering Improvement		
84.120	I	4,666	Minority Science and Engineering Improvement	N/A	Norfolk State Univ
84.120	I	25,385	Minority Science and Engineering Improvement	P120A020085	Hampton University
84.120	I	15,013	Minority Science and Engineering Improvement	P120A990058	Norfolk State University
84.126	D	65,737,072	Rehabilitation Services - Vocational Rehabilitation Grants to States		
84.128	D	91,959	Rehabilitation Services - Service Projects		
84.129	D	94,552	Rehabilitation Long-Term Training		
84.141	D	197,665	Migrant Education - High School Equivalency Program		
84.144	D	82,097	Migrant Education - Coordination Program		
84.153	D	74,907	Business and International Education Projects		
84.161	D	246,629	Rehabilitation Services - Client Assistance Program		
84.169	D	475,520	Independent Living -- State Grants		
84.170	D	32,177	Javits Fellowships		
84.177	D	522,120	Rehabilitation Services - Independent Living Services for Older Individuals Who are Blind		
84.181	D	12,595,004	Special Education - Grants for Infants and Families with Disabilities		
84.185	D	1,086,366	Byrd Honors Scholarships		
84.186	D	10,351,227	Safe and Drug-Free Schools and Communities - State Grants		
84.187	D	1,006,031	Supported Employment Services for Individuals with Severe Disabilities		
84.194	D	30,780	Bilingual Education Support Services		
84.195	D	392,155	Bilingual Education - Professional Development		
84.196	D	808,053	Education for Homeless Children and Youth		
84.200	D	1,179,771	Graduate Assistance in Areas of National Need		

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.206	D	130,248	Javits Gifted and Talented Students Education Grant Program		
84.213	D	4,600,914	Even Start - State Educational Agencies		
84.214	D	344,161	Even Start - Migrant Education		
84.215	D	1,242,570	Fund for the Improvement of Education		
84.215	I	2,815	Fund for the Improvement of Education	#54186	CMBE
84.224	D	491,138	Assistive Technology		
84.240	D	278,027	Program of Protection and Advocacy of Individual Rights		
84.243	D	2,768,105	Tech-Prep Education		
84.265	D	158,582	Rehabilitation Training - State Vocational Rehabilitation Unit In-Service Training		
84.276	D	1,188,611	Goals 2000-State and Local Education Systemic Improvement Grants		
84.276	I	3,245	Goals 2000-State and Local Education Systemic Improvement Grants	PO#3000157-000	CMBE
84.281	D	4,094,313	Eisenhower Professional Development State Grants		
84.282	D	2,368,183	Charter Schools		
84.287	D	5,861,696	Twenty-First Century Community Learning Centers		
84.287	I	6,661	Twenty-First Century Community Learning Centers	CONTRACT #2137	Cleveland Co Sch
84.287	I	-3,614	Twenty-First Century Community Learning Centers	5-58014	Wilkes Co. Schools
84.293	D	22,479	Foreign Language Assistance		
84.298	D	8,776,083	Innovative Education Program Strategies		
84.298	I	28,952	Innovative Education Program Strategies	92-NC08	Natl Write Proj
84.299	D	122,539	Indian Education - Special Programs		
84.302	D	1,052,824	Regional Technology in Education Consortia		
84.303	D	1,484,257	Technology Innovation Challenge Grants		
84.305	D	219,255	Education Research, Development and Dissemination		
84.318	D	8,106,659	Education Technology State Grants		
84.319	D	1,480,693	Eisenhower Regional Mathematics and Science Education Consortia		
84.323	D	1,124,028	Special Education - State Program Improvement Grants for Children with Disabilities		
84.324	D	1,242,961	Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities		
84.324	I	21,952	Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities	513G951	U of Wisconsin
84.325	D	3,766,814	Special Education - Personnel Preparation to Improve Services and Results for Children with Dis.		
84.326	D	205,777	Special Education - Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities		
84.326	I	46,738	Special Education - Technical Assistance and Dissemination to Improve Services	5-34373	University of Virginia



STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
			and Results for Children with Disabilities		
84.330	D	328,019	Advanced Placement Program		
84.331	D	448,295	Grants to States for Incarcerated Youth offenders		
84.332	D	6,197,104	Comprehensive School Reform Demonstration		
84.332	I	2,500	Comprehensive School Reform Demonstration	3000201-000	CMBE
84.332	I	5,500	Comprehensive School Reform Demonstration	3000202-000	CMBE
84.332	I	5,471	Comprehensive School Reform Demonstration	3000561-000	CMBE
84.334	D	3,061,545	Gaining Early Awareness and Readiness for Undergraduate Programs		
84.335	D	108,328	Child Care Access Means Parents in School		
84.336	D	2,988,402	Teacher Quality Enhancement Grants		
84.338	D	8,747,487	Reading Excellence		
84.339	D	548,219	Learning Anytime Anywhere Partnerships		
84.339	I	-1	Learning Anytime Anywhere Partnerships	P339B990128	NASFAA/Dept Ed
84.339	I	66,633	Learning Anytime Anywhere Partnerships	0699.10.190D	Univ Col/Den/Ed
84.340	D	6,450,129	Class Size Reduction		
84.342	D	1,899,165	Preparing Tomorrow's Teachers to Use Technology		
84.342	I	23,678	Preparing Tomorrow's Teachers to Use Technology	5-34344	Univ of Virginia
84.343	D	107,027	Assistive Technology - State Grants for Protection and Advocacy		
84.346	I	230,794	Vocational Education - Occupational and Employment Information State Grants	E9483936	Basic Assist. Grant
84.348	D	2,512,989	Title I Accountability Grants		
84.350	D	258,573	Transition to Teaching		
84.352	D	13,491,835	School Renovation Grants		
84.355	D	15,696	Child Care Provider Loan Forgiveness Demonstration		
84.358	D	2,662,473	Rural Education		
84.365	D	3,372,896	English Language Acquisition Grants		
84.366	D	29,291	Mathematics and Science Partnerships		
84.367	D	42,408,117	Improving Teacher Quality State Grants		
84.369	D	7,095,593	Grants for State Assessments and Related Activities		
84.920	D	46,161	Minority Outreach Project		
		<u>524,355,160</u>	Total — Other Programs — U. S. Department of Education		

**National Archives and Records Administration**

89.003	D	24,567	National Historical Publications and Records Grants		
		<u>24,567</u>	Total — Other Programs — National Archives and Records Administration		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>U. S. Department of Health and Human Services</u></b>					
93	D	347,641	U.S. Department of Health and Human Services		
93	I	28,058	U.S. Department of Health and Human Services	N/A	Easter Seals, Inc.
93	I	118,796	U.S. Department of Health and Human Services	1 H39 OT 00077-01	Carolina Donor Services
93	I	-2,258	U.S. Department of Health and Human Services	FCVP 00-07-123	Central State University
93	I	117	U.S. Department of Health and Human Services	FCVP009-02	Central State University
93	I	29	U.S. Department of Health and Human Services	MMV008-03	Central State University
93	I	128,380	U.S. Department of Health and Human Services	N/A	Central State University
93	I	71,951	U.S. Department of Health and Human Services	NYSPP02-205	NCAA
93	I	26,103	U.S. Department of Health and Human Services	RR571-153/5813797	University of Georgia
93.003	D	908,626	Public Health and Social Services Emergency Fund		
93.004	D	11,080	Cooperative Agreements to Improve the Health Status of Minority Populations		
93.006	D	189,321	State and Territorial and Technical Assistance Capacity Development Minority HIV/AIDS Demonstration Program		
93.032	D	2,412	Community Services Block Grant - Discretionary Awards		
93.041	D	112,496	Special Programs for the Aging - Title VII, Chapter 3 - Programs for Prevention of Elder Abuse, Neglect and Exploitation		
93.042	D	341,415	Special Programs for the Aging - Title VII, Chapter 2 - Long Term Care Ombudsman Services for Older Individuals		
93.043	D	555,042	Special Programs for The Aging - Title III, Part D - Disease Prevention and Health Promotion Services		
93.048	D	220,504	Special Programs for the Aging - Title IV - and Title II Discretionary Projects		
93.048	I	94,650	Special Programs for the Aging - Title IV - and Title II Discretionary Projects	020344	Meck County DSS
93.048	I	14,167	Special Programs for the Aging - Title IV - and Title II Discretionary Projects	020344	
93.048	I	114,131	Special Programs for the Aging - Title IV - and Title II Discretionary Projects	030374	
93.048	I	39,173	Special Programs for the Aging - Title IV - and Title II Discretionary Projects	030374	
93.051	D	544,783	Alzheimer's Disease Demonstration Grants to States		
93.052	D	3,519,281	National Family Caregiver Support		
93.104	D	4,087,620	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)		
93.104	I	175,276	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)	244-07/025780301	Guilford Center
93.104	I	18,145	Comprehensive Community Mental Health Services for Children with Serious	19803	Pathways

# STATE of NORTH CAROLINA

## SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
			Emotional Disturbances (SED)		
93.104	I	2,920	Comprehensive Community Mental Health Services for Children with Serious	20016	Pathways
			Emotional Disturbances (SED)		
93.106	D	166,367	Minority International Research Training Grant in the Biomedical and Behavioral Sciences		
93.110	D	313,495	Maternal and Child Health Federal Consolidated Programs		
93.110	I	6,767	Maternal and Child Health Federal Consolidated Programs	MCJ372006	Wake Forest Univ/Som
93.115	I	100,596	Biometry and Risk Estimation - Health Risks from Environmental Exposures	2002-01	Univ of Okla
93.116	D	1,732,485	Project Grants and Cooperative Agreements for Tuberculosis Control Programs		
93.121	D	103,692	Oral Diseases and Disorders Research		
93.124	D	121,229	Nurse Anesthetist Traineeships		
93.127	D	96,122	Emergency Medical Services for Children		
93.130	D	262,762	Primary Care Services - Resource Coordination and Development		
93.134	I	19,995	Grants to Increase Organ Donations	1H390T00120-01	Sharing Network
93.135	I	25,456	Centers for Research and Demonstration for Health Promotion and Disease Prevention	553108	Q E Baker Associates
93.136	D	1,183,082	Injury Prevention and Control Research and State and Community Based Programs		
93.136	I	24,049	Injury Prevention and Control Research and State and Community Based Programs	US4/CCU622228-01	Univ. of Texas Health Science Center at Houston
93.136	I	5,422	Injury Prevention and Control Research and State and Community Based Programs	01-615	University of South Carolina
93.138	D	552,708	Protection and Advocacy for Individuals with Mental Illness		
93.150	D	500,919	Projects for Assistance in Transition from Homelessness (PATH)		
93.161	D	60,165	Health Program for Toxic Substances and Disease Registry		
93.165	D	17,375	Grants for State Loan Repayment		
93.173	D	22,567	Research Related to Deafness and Communication Disorders		
93.173	I	39,519	Research Related to Deafness and Communication Disorders	104736-1	U of Pittsburgh
93.173	I	23,442	Research Related to Deafness and Communication Disorders	106272-1	U of Pittsburgh
93.191	D	24,356	Allied Health Special Projects		
93.192	D	556	Quentin N. Burdick Programs for Rural Interdisciplinary Training		
93.197	D	730,425	Childhood Lead Poisoning Prevention Projects - State and Local Childhood Lead Poisoning Preventic		
93.206	D	8,521	Human Health Studies - Applied Research and Development		
93.211	D	107,340	Rural Telemedicine Grants		
93.217	D	5,518,727	Family Planning - Services		
93.226	D	69,483	Research on Healthcare Costs, Quality and Outcomes		
93.230	D	652,025	Consolidated Knowledge Development and Application (KD&A) Program		
93.234	D	12,854	Traumatic Brain Injury - State Demonstration Grant Program		
93.235	D	1,439,845	Abstinence Education		

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93.238	D	4,521	Cooperative Agreements for State Treatment Outcomes and Performance Pilot Studies Enhancement		
93.241	D	445,098	State Rural Hospital Flexibility Program		
93.242	D	337,056	Mental Health Research Grants		
93.243	D	34,828	Substance Abuse and Mental Health Services - Projects of Regional and National Significance		
93.247	D	484,653	Advanced Education Nursing Grant Program		
93.251	D	144,998	Universal Newborn Hearing Screening		
93.262	D	611,457	Occupational Safety and Health Research Grants		
93.263	D	69,578	Occupational Safety and Health - Training Grants		
93.268	D	37,237,868	Immunization Grants		
93.273	D	264,371	Alcohol Research Programs		
93.279	D	20,261	Drug Abuse Research Programs		
93.283	D	21,982,372	Centers for Disease Control and Prevention - Investigations and Technical Assistance		
93.283	I	183	Centers for Disease Control and Prevention - Investigations and Technical Assistance	6402-146-K0-G	Univ of S. Florida
93.298	D	1,878	Nurse Practitioner and Nurse - Midwifery Education Programs		
93.301	D	215,229	Small Rural Hospital Improvement Grants		
93.333	I	98	Clinical Research	#N43MH12050	Infotech Soft
93.358	D	308,787	Advanced Education Nursing Traineeships		
93.361	I	10,000	Nursing Research	NR04716-05	National Institute on Aging
93.371	D	870,383	Biomedical Technology		
93.375	I	2,006	Minority Biomedical Research Support	N/A	Indiana University
93.393	D	136,673	Cancer Cause and Prevention Research		
93.395	I	6,000	Cancer Treatment Research	1-67U-7612-MO #9	Res Triangle Inst
93.397	D	38,236	Cancer Centers Support Grants		
93.399	D	44,034	Cancer Control		
93.556	D	8,148,190	Promoting Safe and Stable Families		
93.558	D	252,259,723	Temporary Assistance for Needy Families		
93.558	I	20,433	Temporary Assistance for Needy Families	K-11068	Buncombe County
93.560	D	-423,278	Family Support Payments to States - Assistance Payments		
93.563	D	76,444,276	Child Support Enforcement		
93.566	D	3,506,312	Refugee and Entrant Assistance - State Administered Programs		
93.568	D	36,350,865	Low-Income Home Energy Assistance		
93.569	D	16,239,505	Community Services Block Grant		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93.570	D	13,336	Community Services Block Grant - Discretionary Awards		
93.570	I	1,000	Community Services Block Grant - Discretionary Awards	03-205	NCAA
93.571	D	177,568	Community Services Block Grant Discretionary Awards - Community Food and Nutrition		
93.576	D	1,203,882	Refugee and Entrant Assistance - Discretionary Grants		
93.584	D	260,189	Refugee and Entrant Assistance - Targeted Assistance		
93.585	D	566,214	Empowerment Zones Program		
93.586	D	384,050	State Court Improvement Program		
93.590	D	616,270	Community-Based Family Resource and Support Grants		
93.592	D	111,245	Family Violence Prevention and Services/Grants for Battered Women's Shelters - Discretionary Grants		
93.597	D	77,087	Grants to States for Access and Visitation Programs		
93.600	D	137,467	Head Start		
93.600	I	6,328	Head Start	2975-2001-0417	Quality Counts
93.601	D	16,693	Child Support Enforcement Demonstrations and Special Projects		
93.603	D	534,775	Adoption Incentive Payments		
93.630	D	2,666,034	Developmental Disabilities Basic Support and Advocacy Grants		
93.631	D	86,189	Developmental Disabilities Projects of National Significance		
93.643	D	529,585	Children's Justice Grants to States		
93.645	D	7,410,140	Child Welfare Services - State Grants		
93.658	D	50,971,608	Foster Care - Title IV-E		
93.659	D	19,173,461	Adoption Assistance		
93.667	D	51,975,953	Social Services Block Grant		
93.669	D	514,635	Child Abuse and Neglect State Grants		
93.670	D	279,850	Child Abuse and Neglect Discretionary Activities		
93.671	D	1,821,397	Family Violence Prevention and Services/Grants for Battered Women's Shelters - Grants to States and Indian Tribes		
93.674	D	2,398,734	Chafee Foster Care Independent Living		
93.767	D	122,189,531	State Children's Insurance Program		
93.773	D	4,762,540	Medicare - Hospital Insurance		
93.779	D	950,885	Centers for Medicare & Medicaid Services (CMS) Research, Demonstrations and Evaluations		
93.822	D	692,025	Health Careers Opportunity Program		
93.846	D	230,217	Arthritis, Musculoskeletal and Skin Diseases Research		
93.848	D	972,154	Digestive Diseases and Nutrition Research		

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93.853	D	240,000	Extramural Research Programs in the Neurosciences and Neurological Disorders		
93.854	D	27,844	Biological Basis Research in the Neurosciences		
93.855	D	197,842	Allergy, Immunology and Transplantation Research		
93.856	D	189,164	Microbiology and Infectious Diseases Research		
93.859	D	98,635	Pharmacology, Physiology, and Biological Chemistry Research		
93.864	D	206,246	Population Research		
93.864	I	10,507	Population Research	40406885574	National Bureau of Economic Research
93.865	I	61,162	Center for Research for Mothers and Children	FY2001-086	Kansas Univ. Center for Research
93.865	I	30,405	Center for Research for Mothers and Children	FY2001-086M5	Kansas Univ. Center for Research
93.865	I	18,972	Center for Research for Mothers and Children	FY00.070.002	The Univ. of Colorado Health Sciences Center
93.866	D	11,092	Aging Research		
93.866	I	56,346	Aging Research	G-42-682-G1	Georgia Institute of Technology
93.866	I	1,400	Aging Research	303-9513	Duke Univ.
93.880	D	143,022	Minority Access to Research Careers		
93.884	D	101,083	Grants for Residency Training in General Internal Medicine and/or General Pediatrics		
93.887	D	53,585	Health Care and Other Facilities		
93.895	D	237,900	Grants for Faculty Development in Family Medicine		
93.896	D	179,473	Predoctoral Training in Primary Care (Family Medicine, General Internal Medicine/General Pediatrics)		
93.910	D	9,151	Family and Community Violence Prevention Program		
93.910	I	67,710	Family and Community Violence Prevention Program	FCVP-00-08-123	Central State University
93.910	I	198,338	Family and Community Violence Prevention Program	FCVP0026-01	Central State University
93.912	I	8,507	Rural Health Outreach and Rural Network Development Program	Contract Dtd 8/5/02	CHS
93.912	I	584	Rural Health Outreach and Rural Network Development Program	DTD 6/1/01	CHS
93.913	D	131,970	Grants to States for Operation of offices of Rural Health		
93.917	D	17,791,743	HIV Care Formula Grants		
93.919	D	988,633	Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs		
93.926	D	2,483,148	Healthy Start Initiative		
93.928	I	16,500	Special Projects of National Significance	N/A	Robeson Health Care
93.938	D	839,322	Cooperative Agreements to Support Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems		
93.940	D	3,853,334	HIV Prevention Activities - Health Department Based		
93.941	D	78,193	HIV Demonstration, Research, Public and Professional Education Projects		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93.944	D	350,154	Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance		
93.945	D	1,643,531	Assistance Programs for Chronic Disease Prevention and Control		
93.945	I	6,914	Assistance Programs for Chronic Disease Prevention and Control	2975-02-0068	Region HIV/AIDS
93.952	D	68	Improving EMS/Trauma Care in Rural Areas		
93.956	D	68,955	Agricultural Health and Safety Programs		
93.958	D	7,492,056	Block Grants for Community Mental Health Services		
93.959	D	33,452,664	Block Grants for Prevention and Treatment of Substance Abuse		
93.960	D	113,581	Special Minority Initiatives		
93.963	D	7,095	Graduate Programs in Health Administration		
93.972	D	11,883	Health Professions Scholarship Program		
93.974	D	196,227	Family Planning - Service Delivery Improvement Research Grants		
93.977	D	4,548,937	Preventive Health Services - Sexually Transmitted Diseases Control Grants		
93.984	D	287,741	Academic Administrative Units in Primary Care		
93.988	D	949,350	Cooperative Agreements for State-Based Diabetes Control Programs and Evaluation of Surveillance Systems		
93.990	D	464,328	National Health Promotion		
93.991	D	3,565,646	Preventive Health and Health Services Block Grant		
93.994	D	14,976,775	Maternal and Child Health Services Block Grant to the States		
		<u>849,627,557</u>	Total — Other Programs — U. S. Department of Health and Human Services		

**Corporation for National and Community Service**

94.002	D	180,515	Retired and Senior Volunteer Program		
94.003	D	305,130	State Commissions		
94.004	D	734,195	Learn and Serve America - School and Community Based Programs		
94.005	D	163,917	Learn and Serve America - Higher Education		
94.006	D	3,315,474	AmeriCorps		
94.007	D	166,710	Planning and Program Development Grants		
94.009	D	139,436	Training and Technical Assistance		
		<u>5,005,377</u>	Total — Other Programs — Corporation for National and Community Service		

**Social Security Administration**

96.007	D	109,692	Social Security - Research and Demonstration		
96.008	D	142,999	Social Security-Benefits Planning, Assistance, and Outreach Program		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (DETAIL)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
96.009	D	81,910	Social Security State Grants for Work Incentives Assistance to Disabled Beneficiaries		
		334,601	Total — Other Programs — Social Security Administration		
<b><u>Other Federal Assistance</u></b>					
99	D	314,652	Other Federal Assistance		
99	I	-3,354	Other Federal Assistance	674-96-A-004	Howard University
99	I	5,236	Other Federal Assistance	CR-19070-425215	Virginia Tech University
99	I	95,443	Other Federal Assistance	1435-01-02-CT-70684	Hampton University
		411,977	Total — Other Programs — Other Federal Assistance		
		3,905,897,428	Total — Other Programs		
		<b>\$ 11,815,130,561</b>	<b>TOTAL EXPENDITURES of FEDERAL AWARDS</b>		

N/A = Not Available

The accompanying notes are an integral part of this schedule.



STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<i>Primary Government</i>					
<b><u>N. C. Administrative Office of the Courts</u></b>					
16.500	D	461,211	Law Enforcement Assistance		
93.586	D	384,050	State Court Improvement Program		
		<u>845,261</u>	Total — N. C. Administrative Office of the Courts		
 <b><u>N. C. Department of Administration</u></b>					
14.156	D	3,218,167	Lower Income Housing Assistance Program - Section 8 Moderate Rehabilitation		
14.401	D	342,681	Fair Housing Assistance Program - State and Local		
17.251	D	189,821	Native American Employment and Training Programs		
23.001	D	196,259	Appalachian Regional Development		
39.003	D	4,514,285	Donation of Federal Surplus Personal Property		
64.005	D	206,720	Grants to States for Construction of State Home Facilities		
81.041	D	3,759,982	State Energy Program		
81.117	D	266,126	Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance		
84.044	D	251,727	TRIO - Talent Search		
84.240	D	278,027	Program of Protection and Advocacy of Individual Rights		
84.343	D	107,027	Assistive Technology - State Grants for Protection and Advocacy		
93.138	D	552,708	Protection and Advocacy for Individuals with Mental Illness		
93.630	D	811,571	Developmental Disabilities Basic Support and Advocacy Grants		
96.009	D	81,910	Social Security State Grants for Work Incentives Assistance to Disabled Beneficiaries		
		<u>14,777,011</u>	Total — N. C. Department of Administration		
 <b><u>N. C. Department of Agriculture</u></b>					
10	D	876,400	U.S. Department of Agriculture		
10.001	D	37,604	Agricultural Research - Basic and Applied Research		
10.025	D	1,389,091	Plant and Animal Disease, Pest Control, and Animal Care		
10.153	D	68,658	Market News		
10.156	D	12,500	Federal-State Marketing Improvement Program		
10.162	D	21,648	Inspection Grading and Standardization		
10.202	D	40,423	Cooperative Forestry Research		
10.203	D	415,397	Payments to Agricultural Experiment Stations Under the Hatch Act		
10.250	D	231,779	Agricultural and Rural Economic Research		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
10.304	D	84,524	Homeland Security - Agricultural		
10.475	D	3,052,355	Cooperative Agreements with States for Intrastate Meat and Poultry Inspection		
10.550	D	38,003,280	Food Donation		
10.560	D	328,628	State Administrative Expenses for Child Nutrition		
10.565	D	82,320	Commodity Supplemental Food Program		
10.567	D	69,324	Food Distribution Program on Indian Reservations		
10.568	D	1,211,020	Emergency Food Assistance Program (Administrative Costs)		
10.652	D	15,838	Forestry Research		
15.615	D	98,294	Cooperative Endangered Species Conservation Fund		
66.500	D	709,863	Environmental Protection Consolidated Research		
		<u>46,748,946</u>	Total — N. C. Department of Agriculture		

**N. C. Department of Commerce**

10.250	D	81,455	Agricultural and Rural Economic Research		
11.307	D	492,929	Economic Adjustment Assistance		
12.610	D	49,633	Joint Land Use Studies		
14.228	D	36,640,907	Community Development Block Grants/State's Program		
15.632	D	12,408	Conservative Grants Private Stewardship for Imperiled Species		
17.253	D	4,416,614	Welfare-to-Work Grants to States and Localities		
17.255	D	15,121,279	Workforce Investment Act		
17.258	D	15,931,585	WIA Adult Program		
17.259	D	21,875,899	WIA Youth Activities		
17.260	D	18,068,187	WIA Dislocated Workers		
20.700	D	198,403	Pipeline Safety		
23.011	D	394,220	Appalachian State Research, Technical Assistance, and Demonstration Projects		
		<u>113,283,519</u>	Total — N. C. Department of Commerce		

**N. C. Department of Community Colleges**

84.002	D	16,828,480	Adult Education - State Grant Program		
84.116	D	210,330	Fund for the Improvement of Postsecondary Education		
93.631	D	25,516	Developmental Disabilities Projects of National Significance		
93.859	D	98,635	Pharmacology, Physiology, and Biological Chemistry Research		
		<u>17,162,961</u>	Total — N. C. Department of Community Colleges		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>N. C. Department of Correction</u></b>					
16.572	D	2,618,119	State Criminal Alien Assistance Program		
16.586	D	15,832,610	Violent Offender Incarceration and Truth in Sentencing Incentive Grants		
84.331	D	448,295	Grants to States for Incarcerated Youth Offenders		
		<u>18,899,024</u>	Total — N. C. Department of Correction		
<b><u>N. C. Department of Crime Control and Public Safety</u></b>					
11.307	D	69,890	Economic Adjustment Assistance		
11.450	D	5,476	Integrated Flood Observing and Warning System (IFLOWS)		
12.400	D	10,492,565	Military Construction, National Guard		
12.401	D	9,289,444	National Guard Military Operations and Maintenance (O&M) Projects		
15.222	D	15,000	Cooperative Inspection - Agreements with States and Tribes		
15.808	D	13,410	U.S. Geological Survey: Research and Data Acquisition		
16	D	963,087	U.S. Department of Justice		
16.007	D	2,069,199	State Domestic Preparedness Equipment Support Program		
16.523	D	4,933,357	Juvenile Accountability Incentive Block Grants		
16.540	D	1,798,681	Juvenile Justice and Delinquency Prevention - Allocation to States		
16.548	D	898,102	Title V - Delinquency Prevention Program		
16.549	D	238,876	Part E - State Challenge Activities		
16.550	D	636,750	State Justice Statistics Program for Statistical Analysis Centers		
16.575	D	12,993,845	Crime Victim Assistance		
16.579	D	13,924,793	Byrne Formula Grant Program		
16.588	D	2,762,815	Violence Against Women Formula Grants		
16.589	D	148,050	Rural Domestic Violence and Child Victimization Enforcement Grant Program		
16.590	D	6,753	Grants to Encourage Arrest Policies and Enforcement of Protection Orders		
16.592	D	819,874	Local Law Enforcement Block Grants Program		
16.593	D	2,461,512	Residential Substance Abuse Treatment for State Prisoners		
16.607	D	21,491	Bulletproof Vest Partnership Program		
16.710	D	1,835,905	Public Safety Partnership and Community Policing Grants		
16.712	D	1,094,456	Police Corps		
20.703	D	344,653	Interagency Hazardous Materials Public Sector Training and Planning Grants		
21.052	D	31,127	Alcohol, Tobacco, and Firearms - Training Assistance		
83.011	D	19,866	Hazardous Materials Training Program for Implementation of the Superfund Amendment and Reauthorization Act (SARA) of 1986		

## STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
83.105	D	152,578	Community Assistance Program - State Support Services Element (CAP-SSSE)		
83.536	D	802,494	Flood Mitigation Assistance		
83.544	D	71,244,698	Public Assistance Grants		
83.545	D	412,474	Disaster Housing Program		
83.548	D	13,766,442	Hazard Mitigation Grant		
83.552	D	2,842,439	Emergency Management Performance Grants		
83.555	D	6,188,717	Cooperating Technical Partners		
83.557	D	53,727	Pre-Disaster Mitigation		
83.562	D	111,365	State and Local All Hazards Emergency Operations Planning		
83.563	D	2,474	Emergency Operations Centers		
83.564	D	151,042	Citizen Corps		
83.AAA	D	757,948	FEMA - Acquisition / Elevation		
83.AAA	D	14,370,980	FEMA - Floyd Supplemental		
93.643	D	529,585	Children's Justice Grants to States		
		<u>179,275,940</u>	Total — N. C. Department of Crime Control and Public Safety		

**N. C. Department of Cultural Resources**

15.611	D	10,000	Wildlife Restoration		
15.904	D	708,748	Historic Preservation Fund Grants-In-Aid		
15.925	D	4,962	National Maritime Heritage Grants		
15.926	D	6,004	American Battlefield Protection		
45.007	D	651,978	Promotion of the Arts - Partnership Agreements		
45.027	D	317,723	Promotion of the Arts - Challenge America Grants		
45.149	D	13,489	Promotion of the Humanities - Division of Preservation and Access		
45.310	D	3,062,119	State Library Program		
89.003	D	1,978	National Historical Publications and Records Grants		
		<u>4,777,001</u>	Total — N. C. Department of Cultural Resources		

**N. C. Department of Environment and Natural Resources**

10.064	D	71,900	Forestry Incentives Program		
10.664	D	6,799,594	Cooperative Forestry Assistance		
10.672	D	131,637	Rural Development, Forestry, and Communities		
11	I	35,500	U.S. Department of Commerce	SA-01-03-NC	S Atlantic Fishery Mbmt Cncl
11	I	12,000	U.S. Department of Commerce	SA-02-03-NC	S Atlantic Fishery Mbmt Cncl

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
11.405	D	9,908	Anadromous Fish Conservation Act Program		
11.407	D	110,093	Interjurisdictional Fisheries Act of 1986		
11.419	D	3,030,898	Coastal Zone Management Administration Awards		
11.420	D	605,923	Coastal Zone Management Estuarine Research Reserves		
11.434	D	117,397	Cooperative Fishery Statistics		
11.474	D	328,704	Atlantic Coastal Fisheries Cooperative Management Act		
11.477	D	377,724	Fisheries Disaster Relief		
15	D	10,448	U.S. Department of the Interior		
15.605	D	1,214,834	Sport Fish Restoration		
15.608	D	18,757	Fish and Wildlife Management Assistance		
15.614	D	864,436	Coastal Wetlands Planning, Protection and Restoration Act		
15.615	D	9,789	Cooperative Endangered Species Conservation Fund		
15.616	D	31,890	Clean Vessel Act		
15.808	D	445,263	U.S. Geological Survey: Research and Data Acquisition		
15.916	D	689,201	Outdoor Recreation - Acquisition, Development and Planning		
43.002	D	34,830	Technology Transfer		
45.301	D	39,401	Institute of Museum and Library Services		
66.001	D	1,633,235	Air Pollution Control Program Support		
66.032	D	101,907	State Indoor Radon Grants		
66.419	D	4,327,754	Water Pollution Control - State and Interstate Program Support		
66.432	D	3,026,421	State Public Water System Supervision		
66.433	D	27,891	State Underground Water Source Protection		
66.454	D	214,696	Water Quality Management Planning		
66.456	D	266,142	National Estuary Program		
66.458	D	66,327,739	Capitalization Grants for Clean Water State Revolving Funds		
66.460	D	3,329,208	Nonpoint Source Implementation Grants		
66.461	D	487,812	Wetland Program Development Grants		
66.463	D	325,947	Water Quality Cooperative Agreements		
66.468	D	26,366,866	Capitalization Grants for Drinking Water State Revolving Fund		
66.470	D	356,240	Hardship Grants Program for Rural Communities		
66.471	D	1,848	State Grants to Reimburse Operators of Small Water Systems for Training and Certification Costs		
66.472	D	173,430	Beach Monitoring and Notification Program Development Grants		
66.474	D	21,764	Water Protection Grants to the States		

## STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
66.500	D	40,527	Environmental Protection Consolidated Research		
66.600	D	60,162	Environmental Protection Consolidated Grants - Program Support		
66.606	D	1,056,387	Surveys, Studies, Investigations and Special Purpose Grants		
66.608	D	108,376	State Information Grants		
66.708	D	143,710	Pollution Prevention Grants Program		
66.801	D	2,517,109	Hazardous Waste Management State Program Support		
66.802	D	1,031,608	Superfund State, Political Subdivision, and Indian Tribe Site - Specific Cooperative Agreements		
66.804	D	173,612	State and Tribal Underground Storage Tanks Program		
66.805	D	2,086,635	Leaking Underground Storage Tank Trust Fund Program		
66.808	D	1,589	Solid Waste Management Assistance		
66.809	D	521,295	Superfund State and Indian Tribe Core Program Cooperative Agreements		
66.810	D	11,237	CEPP Technical Assistance Grants Program		
81.105	D	5,825	National Industrial Competitiveness through Energy, Environment, and Economics		
83.550	D	286,592	National Dam Safety Program		
93.000	D	184,360	U.S. Department of Health and Human Services		
93.197	D	730,425	Childhood Lead Poisoning Prevention Projects - State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children		
		<u>130,938,476</u>	Total — N. C. Department of Environment and Natural Resources		

**N. C. Department of Environment and Natural Resources - Wildlife**

11.472	D	50,000	Unallied Science Program		
15	D	42,287	U.S. Department of the Interior		
15.605	D	2,747,967	Sport Fish Restoration		
15.611	D	4,547,305	Wildlife Restoration		
15.612	D	164,692	Endangered Species Conservation		
15.615	D	5,000	Cooperative Endangered Species Conservation Fund		
15.616	D	22,408	Clean Vessel Act		
15.623	D	230,880	North American Wetlands Conservation Fund		
15.625	D	185,893	Wildlife Conservation and Restoration		
15.632	D	1,210	Conservative Grants Private Stewardship for Imperiled Species		
15.634	D	59,956	State Wildlife Grants		
20.005	D	1,219,138	Boating Safety Financial Assistance		
		<u>9,276,736</u>	Total — N. C. Department of Environment and Natural Resources - Wildlife		

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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>N. C. Department of Health and Human Services</u></b>					
10.551	D	607,666,738	Food Stamps		
10.557	D	115,521,139	Special Supplemental Nutrition Program for Women, Infants, and Children		
10.558	D	70,012,318	Child and Adult Care Food Program		
10.559	D	5,203,857	Summer Food Service Program for Children		
10.560	D	1,477,638	State Administrative Expenses for Child Nutrition		
10.561	D	65,777,963	State Administrative Matching Grants for Food Stamp Program		
10.570	D	3,108,330	Nutrition Services Incentive		
10.572	D	26,043	WIC Farmers' Market Nutrition Program (FMNP)		
10.574	D	11,286	Team Nutrition Grants		
10.576	D	45,636	Senior Farmer's Market Nutrition Program		
14.231	D	2,340,589	Emergency Shelter Grants Program		
14.238	D	41,020	Shelter Plus Care		
14.241	D	1,047,588	Housing Opportunities for Persons with AIDS		
16.727	D	543,808	Enforcing Underage Drinking Laws Program		
17.235	D	2,234,849	Senior Community Service Employment Program		
66.701	D	58,809	Toxic Substances Compliance Monitoring Cooperative Agreements		
66.707	D	327,410	TSCA Title IV State Lead Grants Certification of Lead-Based Paint Professionals		
81.042	D	3,858,863	Weatherization Assistance for Low-Income Persons		
84.126	D	65,737,072	Rehabilitation Services - Vocational Rehabilitation Grants to States		
84.161	D	246,629	Rehabilitation Services - Client Assistance Program		
84.169	D	475,520	Independent Living - State Grants		
84.177	D	522,120	Rehabilitation Services - Independent Living Services for Older Individuals Who are Blind		
84.181	D	12,595,004	Special Education - Grants for Infants and Families with Disabilities		
84.186	D	2,024,260	Safe and Drug-Free Schools and Communities - State Grants		
84.187	D	1,006,031	Supported Employment Services for Individuals with Severe Disabilities		
84.224	D	491,138	Assistive Technology		
84.265	D	158,582	Rehabilitation Training - State Vocational Rehabilitation Unit In-Service Training		
93.003	D	908,626	Public Health and Social Services Emergency Fund		
93.004	D	11,080	Cooperative Agreements to Improve the Health Status of Minority Populations		
93.006	D	189,321	State and Territorial and Technical Assistance Capacity Development Minority HIV/AIDS Demonstration Program		
93.041	D	112,496	Special Programs for the Aging - Title VII, Chapter 3 - Programs for Prevention of		

# STATE of NORTH CAROLINA

## SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93.042	D	341,415	Elder Abuse, Neglect and Exploitation Special Programs for the Aging - Title VII, Chapter 2 - Long Term Care Ombudsman Services for Older Individuals		
93.043	D	555,042	Special Programs for The Aging - Title III, Part D - Disease Prevention and Health Promotion Services		
93.044	D	12,385,418	Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers		
93.045	D	9,938,016	Special Programs for the Aging - Title III, Part C - Nutrition Services		
93.048	D	220,504	Special Programs for the Aging - Title IV - and Title II Discretionary Projects		
93.051	D	544,783	Alzheimer's Disease Demonstration Grants to States		
93.052	D	3,519,281	National Family Caregiver Support		
93.104	D	4,087,620	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)		
93.110	D	313,495	Maternal and Child Health Federal Consolidated Programs		
93.116	D	1,732,485	Project Grants and Cooperative Agreements for Tuberculosis Control Programs		
93.127	D	96,122	Emergency Medical Services for Children		
93.130	D	262,762	Primary Care Services - Resource Coordination and Development		
93.136	D	1,183,082	Injury Prevention and Control Research and State and Community Based Programs		
93.150	D	500,919	Projects for Assistance in Transition from Homelessness (PATH)		
93.161	D	60,165	Health Program for Toxic Substances and Disease Registry		
93.165	D	17,375	Grants for State Loan Repayment		
93.206	D	8,521	Human Health Studies - Applied Research and Development		
93.217	D	5,518,727	Family Planning - Services		
93.224	D	1,009,682	Community Health Centers		
93.230	D	652,025	Consolidated Knowledge Development and Application (KD&A) Program		
93.234	D	12,854	Traumatic Brain Injury - State Demonstration Grant Program		
93.235	D	1,439,845	Abstinence Education		
93.238	D	4,521	Cooperative Agreements for State Treatment Outcomes and Performance Pilot Studies Enhancement		
93.241	D	445,098	State Rural Hospital Flexibility Program		
93.251	D	144,998	Universal Newborn Hearing Screening		
93.262	D	8,410	Occupational Safety and Health Research Grants		
93.268	D	37,237,868	Immunization Grants		
93.283	D	21,881,509	Centers for Disease Control and Prevention - Investigations and Technical Assistance		



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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93.301	D	215,229	Small Rural Hospital Improvement Grants		
93.556	D	8,148,190	Promoting Safe and Stable Families		
93.558	D	252,259,723	Temporary Assistance for Needy Families		
93.560	D	-423,278	Family Support Payments to States - Assistance Payments		
93.563	D	76,444,276	Child Support Enforcement		
93.566	D	3,506,312	Refugee and Entrant Assistance - State Administered Programs		
93.568	D	36,350,865	Low-Income Home Energy Assistance		
93.569	D	16,239,505	Community Services Block Grant		
93.570	D	6,059	Community Services Block Grant - Discretionary Awards		
93.571	D	96,366	Community Services Block Grant Discretionary Awards - Community Food and Nutrition		
93.575	D	127,502,348	Child Care and Development Block Grant		
93.576	D	1,203,882	Refugee and Entrant Assistance - Discretionary Grants		
93.584	D	260,189	Refugee and Entrant Assistance - Targeted Assistance		
93.585	D	566,214	Empowerment Zones Program		
93.590	D	616,270	Community-Based Family Resource and Support Grants		
93.596	D	115,648,139	Child Care Mandatory and Matching Funds of the Child Care and Development Fund		
93.597	D	77,087	Grants to States for Access and Visitation Programs		
93.600	D	123,610	Head Start		
93.601	D	16,693	Child Support Enforcement Demonstrations and Special Projects		
93.603	D	534,775	Adoption Incentive Payments		
93.630	D	1,854,463	Developmental Disabilities Basic Support and Advocacy Grants		
93.631	D	60,673	Developmental Disabilities Projects of National Significance		
93.645	D	7,410,140	Child Welfare Services - State Grants		
93.658	D	50,971,608	Foster Care - Title IV-E		
93.659	D	19,173,461	Adoption Assistance		
93.667	D	51,975,953	Social Services Block Grant		
93.669	D	514,635	Child Abuse and Neglect State Grants		
93.671	D	1,821,397	Family Violence Prevention and Services/Grants for Battered Women's Shelters - Grants to States and Indian Tribes		
93.674	D	2,398,734	Chafee Foster Care Independent Living		
93.767	D	122,189,531	State Children's Insurance Program		
93.773	D	4,762,540	Medicare - Hospital Insurance		
93.777	D	3,506,639	State Survey and Certification of Health Care Providers and Suppliers		
93.778	D	4,470,965,510	Medical Assistance Program		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93.779	D	655,273	Centers for Medicare & Medicaid Services (CMS) Research, Demonstrations and Evaluations		
93.913	D	131,970	Grants to States for Operation of offices of Rural Health		
93.917	D	17,791,743	HIV Care Formula Grants		
93.919	D	988,633	Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs		
93.926	D	1,976,417	Healthy Start Initiative		
93.940	D	3,853,334	HIV Prevention Activities - Health Department Based		
93.941	D	78,193	HIV Demonstration, Research, Public and Professional Education Projects		
93.944	D	350,154	Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance		
93.945	D	1,643,531	Assistance Programs for Chronic Disease Prevention and Control		
93.952	D	68	Improving EMS/Trauma Care in Rural Areas		
93.958	D	7,492,056	Block Grants for Community Mental Health Services		
93.959	D	33,452,664	Block Grants for Prevention and Treatment of Substance Abuse		
93.977	D	4,548,937	Preventive Health Services - Sexually Transmitted Diseases Control Grants		
93.988	D	949,350	Cooperative Agreements for State-Based Diabetes Control Programs and Evaluation of Surveillance Systems		
93.990	D	464,328	National Health Promotion		
93.991	D	3,565,646	Preventive Health and Health Services Block Grant		
93.994	D	14,976,775	Maternal and Child Health Services Block Grant to the States		
94.011	D	536,725	Foster Grandparent Program		
96.001	D	46,628,516	Social Security - Disability Insurance		
96.007	D	109,692	Social Security - Research and Demonstration		
96.008	D	142,999	Social Security - Benefits Planning, Assistance, and Outreach Program		
99	D	142,783	Other Federal Assistance		
		<u>6,585,381,830</u>	Total — N. C. Department of Health and Human Services		
<b><u>N. C. Department of Insurance</u></b>					
14.171	D	224,163	Manufactured Home Construction and Safety Standards		
83	D	105,258	Federal Emergency Management Agency		
93.779	D	295,612	Centers for Medicare & Medicaid Services (CMS) Research, Demonstrations and Evaluations		
		<u>625,033</u>	Total — N. C. Department of Insurance		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>N. C. Department of Justice</u></b>					
16	D	376,609	U.S. Department of Justice		
16.400	D	217,000	Citizenship Education and Training		
16.580	D	737,571	Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program		
21	D	46,682	U.S. Department of the Treasury		
93.775	D	1,377,991	State Medicaid Fraud Control Units		
		<u>2,755,853</u>	Total — N. C. Department of Justice		
<b><u>N. C. Department of Labor</u></b>					
17.005	D	132,098	Compensation and Working Conditions		
17.260	D	400,000	WIA Dislocated Workers		
17.503	D	5,329,371	Occupational Safety and Health - State Program		
17.504	D	1,133,987	Consultation Agreements		
17.600	D	154,237	Mine Health and Safety Grants		
		<u>7,149,693</u>	Total — N. C. Department of Labor		
<b><u>N. C. Department of Public Instruction</u></b>					
10.553	D	56,276,958	School Breakfast Program		
10.555	D	190,226,462	National School Lunch Program		
10.556	D	187,400	Special Milk Program for Children		
10.560	D	1,360,343	State Administrative Expenses for Child Nutrition		
12	D	119,516	U.S. Department of Defense		
84	D	49,564	U.S. Department of Education		
84.010	D	196,497,487	Title 1 Grants to Local Educational Agencies		
84.011	D	6,650,497	Migrant Education - State Grant Program		
84.013	D	1,010,390	Title 1 Program for Neglected and Delinquent Children		
84.027	D	180,792,771	Special Education - Grants to States		
84.048	D	31,124,148	Vocational Education - Basic Grants to States		
84.173	D	11,710,366	Special Education - Preschool Grants		
84.185	D	1,086,366	Byrd Honors Scholarships		
84.186	D	8,326,967	Safe and Drug-Free Schools and Communities - State Grants		
84.194	D	30,780	Bilingual Education Support Services		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.196	D	808,053	Education for Homeless Children and Youth		
84.213	D	4,600,914	Even Start - State Educational Agencies		
84.215	D	17,682	Fund for the Improvement of Education		
84.243	D	2,768,105	Tech-Prep Education		
84.276	D	1,188,611	Goals 2000 - State and Local Education Systemic Improvement Grants		
84.281	D	3,019,327	Eisenhower Professional Development State Grants		
84.282	D	2,368,183	Charter Schools		
84.287	D	5,861,696	Twenty-First Century Community Learning Centers		
84.293	D	22,479	Foreign Language Assistance		
84.298	D	8,776,083	Innovative Education Program Strategies		
84.318	D	8,106,659	Education Technology State Grants		
84.323	D	1,124,028	Special Education - State Program Improvement Grants for Children with Disabilities		
84.326	D	205,777	Special Education - Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities		
84.330	D	328,019	Advanced Placement Program		
84.332	D	6,197,104	Comprehensive School Reform Demonstration		
84.336	D	1,924,382	Teacher Quality Enhancement Grants		
84.338	D	8,747,487	Reading Excellence		
84.340	D	6,450,129	Class Size Reduction		
84.348	D	2,512,989	Title I Accountability Grants		
84.352	D	13,491,835	School Renovation Grants		
84.358	D	2,662,473	Rural Education		
84.365	D	3,372,896	English Language Acquisition Grants		
84.367	D	42,368,433	Improving Teacher Quality State Grants		
84.369	D	7,095,593	Grants for State Assessments and Related Activities		
93.938	D	839,322	Cooperative Agreements to Support Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems		
94.004	D	519,167	Learn and Serve America - School and Community Based Programs		
		<u>820,827,441</u>	Total — N. C. Department of Public Instruction		

**N. C. Department of Transportation**

20.106	D	13,684,150	Airport Improvement Program
20.205	D	671,749,574	Highway Planning and Construction
20.218	D	2,778,428	National Motor Carrier Safety

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
20.219	D	1,109,767	Recreational Trails Program		
20.312	D	1,499,176	High Speed Ground Transportation - Next Generation High Speed Rail Program		
20.500	D	1,064,541	Federal Transit - Capital Investment Grants		
20.505	D	873,729	Federal Transit - Metropolitan Planning Grants		
20.509	D	7,943,106	Formula Grants for Other Than Urbanized Areas		
20.516	D	102,298	Job Access - Reverse Commute		
20.600	D	3,130,152	State and Community Highway Safety		
20.601	D	473,366	Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants		
20.602	D	354,223	Occupant Protection		
20.603	D	223,617	Federal Highway Safety Data Improvements Incentive Grants		
20.604	D	1,260,831	Safety Incentive Grants for Use of Seatbelts		
20.605	D	3,786,607	Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated Persons		
23.003	D	18,903,627	Appalachian Development Highway System		
		<u>728,937,192</u>	Total — N. C. Department of Transportation		

**N. C. Employment Security Commission**

17.002	D	2,253,384	Labor Force Statistics		
17.207	D	31,435,380	Employment Service		
17.225	D	1,773,516,372	Unemployment Insurance		
17.245	D	33,664,312	Trade Adjustment Assistance - Workers		
17.253	I	19,850	Welfare-to-Work Grants to States and Localities	01-3590-55-9900	Southwestern
17.258	I	365,778	WIA Adult Program	02-2020-33-9900	Cape Fear
17.258	I	38,124	WIA Adult Program	01-2020-33-9900	Cape Fear COG
17.258	I	35,080	WIA Adult Program	01-2020-36-9900	Centralina
17.258	I	789,176	WIA Adult Program	02-2020-36-9900	Centralina
17.258	I	5,613	WIA Adult Program	01-2020-37-9900	City of Charlotte
17.258	I	325,390	WIA Adult Program	02-2020-37-9900	City of Charlotte
17.258	I	8,458	WIA Adult Program	01-2020-35-9900	City of Durham
17.258	I	224,292	WIA Adult Program	02-2020-35-9900	City of Durham
17.258	I	-311	WIA Adult Program	01-2020-40-9900	Eastern Carolina
17.258	I	74,544	WIA Adult Program	02-2020-40-9900	Eastern Carolina
17.258	I	9,582	WIA Adult Program	01-2020-44-9900	Lumber River
17.258	I	108,176	WIA Adult Program	01-2020-44-9900	Lumber River
17.258	I	21,127	WIA Adult Program	01-2020-44-9900	Lumber River

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
17.258	I	164,651	WIA Adult Program	02-2020-44-9900	Lumber River
17.258	I	879,190	WIA Adult Program	02-2020-44-9900	Lumber River
17.258	I	318,143	WIA Adult Program	02-2020-44-9900	Lumber River
17.258	I	6,520	WIA Adult Program	01-2020-45-9900	Mid-Carolina
17.258	I	79,510	WIA Adult Program	02-2020-45-9900	Mid-Carolina
17.258	I	-53	WIA Adult Program	01-2020-29-9900	Mountain Area
17.258	I	11,650	WIA Adult Program	02-2020-29-9900	Mountain Area
17.258	I	9,171	WIA Adult Program	01-2020-58-9900	Pee Dee
17.258	I	4,159	WIA Adult Program	01-2020-58-9900	Pee Dee
17.258	I	65,082	WIA Adult Program	02-2020-58-9900	Pee Dee
17.258	I	296,471	WIA Adult Program	02-2020-58-9900	Pee Dee
17.258	I	6,244	WIA Adult Program	01-2020-54-9900	Regional Partnership
17.258	I	77,398	WIA Adult Program	02-2020-54-9900	Regional Partnership
17.258	I	9,435	WIA Adult Program	01-2020-55-9900	Southwestern
17.258	I	222,867	WIA Adult Program	02-2020-55-9900	Southwestern
17.259	I	17,112	WIA Youth Activities	02-2040-33-9900	Cape Fear
17.259	I	390	WIA Youth Activities	01-2040-45-9900	Mid-Carolina
17.259	I	2,567	WIA Youth Activities	01-2040-45-9900	Mid-Carolina
17.259	I	1,612	WIA Youth Activities	01-2040-45-9900	Mid-Carolina
17.259	I	695	WIA Youth Activities	01-2040-45-9900	Mid-Carolina
17.259	I	24,872	WIA Youth Activities	02-2040-45-9900	Mid-Carolina
17.259	I	18,356	WIA Youth Activities	02-2040-45-9900	Mid-Carolina
17.259	I	12,714	WIA Youth Activities	02-2040-45-9900	Mid-Carolina
17.259	I	4,894	WIA Youth Activities	02-2040-45-9900	Mid-Carolina
17.259	I	1,056	WIA Youth Activities	01-2040-54-9900	Regional Partnership
17.259	I	463	WIA Youth Activities	01-2040-54-9900	Regional Partnership
17.259	I	-1,196	WIA Youth Activities	01-2040-54-9900	Regional Partnership
17.259	I	24,629	WIA Youth Activities	02-2040-54-9900	Regional Partnership
17.259	I	17,609	WIA Youth Activities	02-2040-54-9900	Regional Partnership
17.259	I	8,678	WIA Youth Activities	02-2040-54-9900	Regional Partnership
17.260	D	27,125	WIA Dislocated Workers		
17.260	I	6,593	WIA Dislocated Workers	01-2030-33-9900	Cape Fear
17.260	I	4,118	WIA Dislocated Workers	01-2030-33-9900	Cape Fear
17.260	I	11,263	WIA Dislocated Workers	01-2030-33-9900	Cape Fear

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
17.260	I	469,548	WIA Dislocated Workers	02-2030-22-9900	Cape Fear
17.260	I	32,222	WIA Dislocated Workers	02-2031-34-9900	Capital Area
17.260	I	-12,083	WIA Dislocated Workers	01-2030-36-9900	Centralina
17.260	I	1,488,892	WIA Dislocated Workers	02-2030-36-9900	Centralina
17.260	I	393,571	WIA Dislocated Workers	02-4000-36-9900	Centralina
17.260	I	210,172	WIA Dislocated Workers	N/A	Charlotte Mecklenburg
17.260	I	17,644	WIA Dislocated Workers	01-2030-37-9900	City of Charlotte
17.260	I	496,693	WIA Dislocated Workers	02-2030-37-9900	City of Charlotte
17.260	I	488,145	WIA Dislocated Workers	02-4000-36-9900	City of Charlotte
17.260	I	55,672	WIA Dislocated Workers	01-2030-35-9900	City of Durham
17.260	I	439,825	WIA Dislocated Workers	02-2030-35-9900	City of Durham
17.260	I	15,924	WIA Dislocated Workers	01-2030-40-9900	Eastern Carolina
17.260	I	325,533	WIA Dislocated Workers	02-2030-40-9900	Eastern Carolina
17.260	I	40,016	WIA Dislocated Workers	02-2031-40-9900	Eastern Carolina
17.260	I	32,713	WIA Dislocated Workers	01-2030-43-9900	Kerr Tar
17.260	I	487,240	WIA Dislocated Workers	02-2030-43-9900	Kerr Tar
17.260	I	21,559	WIA Dislocated Workers	01-2030-44-9900	Lumber River
17.260	I	51,208	WIA Dislocated Workers	01-2030-44-9900	Lumber River
17.260	I	10,889	WIA Dislocated Workers	01-2030-44-9900	Lumber River
17.260	I	78,885	WIA Dislocated Workers	02-2030-44-9900	Lumber River
17.260	I	391,636	WIA Dislocated Workers	02-2030-44-9900	Lumber River
17.260	I	218,785	WIA Dislocated Workers	02-2030-44-9900	Lumber River
17.260	I	75,964	WIA Dislocated Workers	02-2031-44-9900	Lumber River
17.260	I	28,075	WIA Dislocated Workers	01-2030-45-9900	Mid-Carolina
17.260	I	119,205	WIA Dislocated Workers	02-2030-45-9900	Mid-Carolina
17.260	I	38,641	WIA Dislocated Workers	02-2031-45-9900	Mid-Carolina
17.260	I	-52	WIA Dislocated Workers	01-2030-29-9900	Mountain Area
17.260	I	11,646	WIA Dislocated Workers	02-2030-29-9900	Mountain Area
17.260	I	43,960	WIA Dislocated Workers	01-2030-58-9900	Pee Dee
17.260	I	10,935	WIA Dislocated Workers	01-2030-58-9900	Pee Dee
17.260	I	123,494	WIA Dislocated Workers	02-2030-58-9900	Pee Dee
17.260	I	130,144	WIA Dislocated Workers	02-2030-58-9900	Pee Dee
17.260	I	77,314	WIA Dislocated Workers	02-2031-58-9900	Pee Dee
17.260	I	870	WIA Dislocated Workers	02-2050-58-9900	Pee Dee

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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
17.260	I	105,509	WIA Dislocated Workers	02-4000-58-9900	Pee Dee
17.260	I	18,170	WIA Dislocated Workers	01-2030-54-9900	Regional Partnership
17.260	I	172,079	WIA Dislocated Workers	02-2030-54-9900	Regional Partnership
17.260	I	4,998	WIA Dislocated Workers	02-2050-54-9900	Regional Partnership
17.260	I	67,022	WIA Dislocated Workers	01-2030-55-9900	Southwestern
17.260	I	545,380	WIA Dislocated Workers	02-2030-55-9900	Southwestern
17.801	D	1,741,284	Disabled Veterans' Outreach Program (DVOP)		
17.804	D	2,457,292	Local Veterans' Employment Representative Program		
84.346	I	230,794	Vocational Education - Occupational and Employment Information State Grants	E9483936	Basic Assist. Grant
		<u>1,856,985,728</u>	Total — N. C. Employment Security Commission		

**N. C. Office of Administrative Hearings**

30	D	78,100	Equal Employment Opportunity Commission
		<u>78,100</u>	Total — N. C. Office of Administrative Hearings

**N. C. Office of the Governor**

11.400	D	30,000	Geodetic Surveys and Services (Geodesy and Applications of the National Geodetic Reference System)
23.011	D	106,935	Appalachian State Research, Technical Assistance, and Demonstration Projects
94.002	D	26,797	Retired and Senior Volunteer Program
94.003	D	305,130	State Commissions
94.004	D	215,028	Learn and Serve America-School and Community Based Programs
94.006	D	3,294,959	AmeriCorps
94.007	D	166,710	Planning and Program Development Grants
94.009	D	139,436	Training and Technical Assistance
		<u>4,284,995</u>	Total — N. C. Office of the Governor

**N. C. School of Science and Mathematics**

43	D	30,087	National Aeronautics and Space Administration
84.303	D	1,484,257	Technology Innovation Challenge Grants
		<u>1,514,344</u>	Total — N. C. School of Science and Mathematics

**N.C. Office of Juvenile Justice**

16.203	D	6,879	Sex Offender Management Discretionary Grant
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# STATE of NORTH CAROLINA

## SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
16.580	D	792,182	Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program		
16.586	D	5,578	Violent Offender Incarceration and Truth in Sentencing Incentive Grants		
		804,639	Total — N.C. Office of Juvenile Justice		

### State Board of Elections

39.011	D	147,793	Election Reform Payments		
		147,793	Total — State Board of Elections		
		10,545,477,516	Total — Primary Government		

### *Component Units*

#### *University of North Carolina System:*

#### Appalachian State University

10	D	127,122	U.S. Department of Agriculture		
10.217	D	-49	Higher Education Challenge Grants		
10.652	D	17	Forestry Research		
11.609	D	26,758	Measurement and Engineering Research and Standards		
14	D	70,154	U.S. Department of Housing and Urban Development		
15	D	35,580	U.S. Department of the Interior		
15.808	D	9	U.S. Geological Survey: Research and Data Acquisition		
15.916	I	5,463	Outdoor Recreation - Acquisition, Development and Planning	CH-5460-97-009	Auburn University
16.710	D	11,216	Public Safety Partnership and Community Policing Grants		
23	I	3,616	Appalachian Regional Commission	5-59332	East Tennessee State University
43	D	49,989	National Aeronautics and Space Administration		
45	I	9,750	National Foundation on the Arts and the Humanities	3-34140	Southern Arts Federation
45.162	D	12,163	Promotion of the Humanities - Education Development and Demonstration		
47	D	6,498	National Science Foundation		
47	I	-167	National Science Foundation	5-59053	Association of American Geographers
47	I	13	National Science Foundation	5-59077	Association of American Geographers
47	I	600	National Science Foundation	SBR-9809245	Georgia State University
47	I	1,605	National Science Foundation	USSSP-0126	Ohio State University
47.049	D	89,422	Mathematical and Physical Sciences		
47.050	D	2,045	Geosciences		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
47.050	I	1,200	Geosciences	SSSP418926-BA223	Texas A & M Research Center
47.070	I	24,249	Computer and Information Science and Engineering	RR171-027/4184197	University of Georgia
47.075	D	1,862	Social, Behavioral, and Economic Sciences		
47.076	D	360,955	Education and Human Resources		
47.076	I	14,960	Education and Human Resources	5-59043	Louisiana State University
62	D	10,070	Tennessee Valley Authority		
64	D	12,739	U.S. Department of Veterans Affairs		
66	D	969	Environmental Protection Agency		
84	I	102,265	U.S. Department of Education	#SA-02-0204-004	Natl Board of Prof Teach Standards
84	I	21,430	U.S. Department of Education	5-59051	Shodor Education Foundation
84	I	20,145	U.S. Department of Education	GM10020	University of Virginia
84.007	D	239,192	Federal Supplemental Educational Opportunity Grants		
84.032	D	16,705,260	Federal Family Education Loans		
84.033	D	578,714	Federal Work-Study Program		
84.038	D	4,525,748	Federal Perkins Loan Program - Federal Capital Contributions		
84.042	D	261,714	TRIO - Student Support Services		
84.047	D	444,348	TRIO - Upward Bound		
84.063	D	5,438,313	Federal Pell Grant Program		
84.287	I	-3,614	Twenty-First Century Community Learning Centers	5-58014	Wilkes Co. Schools
84.324	D	371,913	Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities		
84.334	D	220,363	Gaining Early Awareness and Readiness for Undergraduate Programs		
84.342	D	331,151	Preparing Tomorrow's Teachers to Use Technology		
84.350	D	32,383	Transition to Teaching		
94.006	D	1,571	AmeriCorps		
		<u>30,169,704</u>	Total — Appalachian State University		

**East Carolina University**

10.206	D	74,065	Grants for Agricultural Research - Competitive Research Grants
10.220	D	15,000	Higher Education Multicultural Scholars Program
11.429	D	2,435	Marine Sanctuary Program
11.430	D	3,971	Undersea Research
11.440	D	232	Environmental Sciences, Applications, Data, and Education
11.441	D	2,887	Regional Fishery Management Councils

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
11.460	D	52,379	Special Oceanic and Atmospheric Projects		
11.473	D	19,675	Coastal Services Center		
11.478	D	11,946	Center for Sponsored Coastal Ocean Research - Coastal Ocean Program		
12.300	D	86,682	Basic and Applied Scientific Research		
12.300	I	-1,087	Basic and Applied Scientific Research	N000140110176	Univ. of S Florida
12.420	D	491,977	Military Medical Research and Development		
12.420	I	1,581	Military Medical Research and Development	NAG2-1345	Columbia University
12.431	D	2,806	Basic Scientific Research		
12.431	I	49,150	Basic Scientific Research	DAMD1798C8045	LSU-Health Sci Ctr
12.609	D	23,751	Selected Reserve Educational Assistance Program		
12.901	D	18,384	Mathematical Sciences Grants Program		
12.910	I	32,460	Research and Technology Development	BCTR0100745	Anne Arundel Med Ctr
12.910	I	127,053	Research and Technology Development	DAAD05-01-C-0033	High Performance Technologies
14.511	D	3,353	Community Outreach Partnership Center Program		
15.602	D	7,300	Conservation Law Enforcement Training Assistance		
15.808	D	147,843	U.S. Geological Survey: Research and Data Acquisition		
15.904	D	28,050	Historic Preservation Fund Grants-In-Aid		
15.915	D	39,973	Technical Preservation Services		
15.921	I	18,257	Rivers, Trails and Conservation Assistance	H8000A01000NPS	Univ of S Dakota
16.540	I	6,263	Juvenile Justice and Delinquency Prevention - Allocation to States	7098/9025	Nat'l Children's Alliance
16.582	I	6,646	Crime Victim Assistance/Discretionary Grants	7098/9025	Nat'l Children's Alliance
16.585	D	894	Drug Court Discretionary Grant Program		
16.710	D	999	Public Safety Partnership and Community Policing Grants		
19.405	D	79,737	Educational Partnerships Program		
43.001	D	133,083	Aerospace Education Services Program		
47.049	D	113,397	Mathematical and Physical Sciences		
47.049	I	21,431	Mathematical and Physical Sciences	DMS-0070724	Purdue Univ
47.050	D	64,046	Geosciences		
47.050	I	2,707	Geosciences	EAR0228699	AMNH
47.070	D	302,995	Computer and Information Science and Engineering		
47.073	D	40,886	Science and Technology Centers		
47.074	D	323,433	Biological Sciences		
47.074	I	10,935	Biological Sciences	DEB-9712438	Field Museum
47.074	I	27,414	Biological Sciences	DEB-0108575	San Diego State Univ.

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
47.074	I	4,791	Biological Sciences	DEB-0080381	Univ of Virginia
47.075	D	109,124	Social, Behavioral, and Economic Sciences		
47.076	D	148,697	Education and Human Resources		
47.076	I	22,942	Education and Human Resources	N/A	Fla Atlantic Univ
47.076	I	22,216	Education and Human Resources	ESI-9911558	Virginia Polytechnic
47.078	D	167,268	Polar Programs		
66.500	I	73,876	Environmental Protection Consolidated Research	EPA-82868401	Penn State University
66.607	D	7,952	Training and Fellowships for the Environmental Protection Agency		
66.950	I	2,327	Environmental Education and Training Program	U82/CCU018832	AEHAP
81.049	D	95,811	Office of Science Financial Assistance Program		
82.010	D	30,481	College and University Partnerships Program		
84.007	D	790,364	Federal Supplemental Educational Opportunity Grants		
84.016	D	38,591	Undergraduate International Studies and Foreign Language Programs		
84.032	D	13,613,612	Federal Family Education Loans		
84.033	D	853,032	Federal Work-Study Program		
84.038	D	11,660,240	Federal Perkins Loan Program - Federal Capital Contributions		
84.063	D	11,571,367	Federal Pell Grant Program		
84.116	I	3,468	Fund for the Improvement of Postsecondary Education	R215J40238	Univ of Hawaii
84.129	D	94,552	Rehabilitation Long-Term Training		
84.325	D	256,145	Special Education - Personnel Preparation to Improve Services and Results for Children with Disabilities		
84.339	D	153,907	Learning Anytime Anywhere Partnerships		
93.110	I	6,767	Maternal and Child Health Federal Consolidated Programs	MCJ372006	Wake Forest Univ/Som
93.113	D	12,247	Biological Response to Environmental Health Hazards		
93.115	I	6,060	Biometry and Risk Estimation - Health Risks from Environmental Exposures	NIEHS NO1-ES-85433	CODA, Inc.
93.192	D	556	Quentin N. Burdick Programs for Rural Interdisciplinary Training		
93.211	D	107,340	Rural Telemedicine Grants		
93.247	D	142,112	Advanced Education Nursing Grant Program		
93.262	D	603,047	Occupational Safety and Health Research Grants		
93.263	D	33,333	Occupational Safety and Health - Training Grants		
93.273	D	463,699	Alcohol Research Programs		
93.279	D	113,300	Drug Abuse Research Programs		
93.342	D	228,321	Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students		

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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93.358	D	66,682	Advanced Education Nursing Traineeships		
93.361	I	1,030	Nursing Research	5R01 NR04908-02	Univ of Arkansas
93.361	I	96	Nursing Research	R01 NR05265-01	Univ of Arkansas
93.364	D	207,591	Nursing Student Loans		
93.371	D	870,383	Biomedical Technology		
93.375	I	110	Minority Biomedical Research Support	912-536-A	Children's Hospital
93.395	D	184,183	Cancer Treatment Research		
93.395	I	19,127	Cancer Treatment Research	5U10CA12027-22	Children's Oncology
93.395	I	3,369	Cancer Treatment Research	U10CA12027/37377	NSABP
93.395	I	109	Cancer Treatment Research	U10CA31946	Univ Chicago-Calgb
93.395	I	1,065	Cancer Treatment Research	5U10CA12027-22	Univ of Pittsburgh
93.396	D	104,710	Cancer Biology Research		
93.399	I	66,977	Cancer Control	U10CA12027/37377	NSABP
93.399	I	767	Cancer Control	U10CA81851	Wake Forest Univ/Som
93.821	D	202,009	Cell Biology and Biophysics Research		
93.822	D	75,816	Health Careers Opportunity Program		
93.837	D	333,548	Heart and Vascular Diseases Research		
93.837	I	2,083	Heart and Vascular Diseases Research	R01-HL-48159	Columbia University
93.837	I	123,511	Heart and Vascular Diseases Research	5R01HL57354-03	Duke University
93.837	I	-106	Heart and Vascular Diseases Research	N01-HC-35130	Univ of Texas
93.838	D	36	Lung Diseases Research		
93.838	I	1,641	Lung Diseases Research	5R01HL52146-08	OSU
93.839	I	79,976	Blood Diseases and Resources Research	2U01HL52193	Med College of Ga.
93.846	D	186,170	Arthritis, Musculoskeletal and Skin Diseases Research		
93.846	I	116	Arthritis, Musculoskeletal and Skin Diseases Research	N01-ES-45376	CODA, Inc.
93.847	D	858,625	Diabetes, Endocrinology and Metabolism Research		
93.847	I	622	Diabetes, Endocrinology and Metabolism Research	R01DK529901	Univ of California
93.853	D	2,913	Extramural Research Programs in the Neurosciences and Neurological Disorders		
93.853	I	75,462	Extramural Research Programs in the Neurosciences and Neurological Disorders	UO1 NS40069-01A2	Children's Hospital
93.854	D	76,519	Biological Basis Research in the Neurosciences		
93.856	D	1,277,103	Microbiology and Infectious Diseases Research		
93.865	D	36,797	Center for Research for Mothers and Children		
93.866	D	106,791	Aging Research		
93.884	D	101,083	Grants for Residency Training in General Internal Medicine and/or General Pediatrics		

# STATE of NORTH CAROLINA

## SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93.895	D	237,900	Grants for Faculty Development in Family Medicine		
93.896	D	179,473	Predoctoral Training in Primary Care (Family Medicine, General Internal Medicine/General Pediatrics)		
93.910	D	9,151	Family and Community Violence Prevention Program		
93.925	D	11,275	Scholarships for Health Professions Students from Disadvantaged Backgrounds		
93.956	D	68,955	Agricultural Health and Safety Programs		
93.963	D	7,095	Graduate Programs in Health Administration		
93.984	D	287,741	Academic Administrative Units in Primary Care		
94.005	D	163,917	Learn and Serve America - Higher Education		
		<u>49,864,955</u>	Total — East Carolina University		

### Elizabeth City State University

10.217	I	3,815	Higher Education Challenge Grants	2001-38411-10760	VPI & State University
11.481	D	105,009	Educational Partnership Program		
12.300	D	675,736	Basic and Applied Scientific Research		
12.431	D	177,390	Basic Scientific Research		
14.169	D	18,049	Housing Counseling Assistance Program		
14.237	D	486,208	Historically Black Colleges and Universities Program		
15.924	D	17,473	Historically Black Colleges and Universities Preservation Initiative		
20.107	D	30	Airway Science		
20.215	I	2,983	Highway Training and Education	02-447384-NSTI-ECSU-NC	South Carolina State Univ.
20.215	I	36,983	Highway Training and Education	DTFH61-01-X-00097	South Carolina State Univ.
43.001	D	640,512	Aerospace Education Services Program		
43.001	I	21,521	Aerospace Education Services Program	1004	Institute for Global Environment
45.024	D	8,304	Promotion of the Arts - Grants to Organizations and Individuals		
47.076	D	146,244	Education and Human Resources		
47.076	I	4,019	Education and Human Resources	HRD9624084	Bertie County Schools
47.076	I	13,187	Education and Human Resources	DTD 4/25/01	University of Alabama-Birm
47.076	I	19,999	Education and Human Resources	DTD 4/25/01	University of Alabama-Birm
47.076	I	9,369	Education and Human Resources	HRD0116000	Virginia Union University
47.076	I	31,858	Education and Human Resources	HRD0116000	Virginia Union University
81.049	D	229,222	Office of Science Financial Assistance Program		
84.007	D	415,526	Federal Supplemental Educational Opportunity Grants		
84.031	D	1,835,028	Higher Education - Institutional Aid		

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.033	D	397,935	Federal Work-Study Program		
84.038	D	974,293	Federal Perkins Loan Program - Federal Capital Contributions		
84.042	D	280,509	TRIO - Student Support Services		
84.044	D	276,918	TRIO - Talent Search		
84.047	D	278,184	TRIO - Upward Bound		
84.063	D	4,052,578	Federal Pell Grant Program		
84.120	D	67,451	Minority Science and Engineering Improvement		
84.120	I	25,385	Minority Science and Engineering Improvement	P120A020085	Hampton University
84.120	I	15,013	Minority Science and Engineering Improvement	P120A990058	Norfolk State University
84.217	D	204,361	TRIO - McNair Post-Baccalaureate Achievement		
84.268	D	4,751,654	Federal Direct Student Loans		
84.325	D	160,366	Special Education - Personnel Preparation to Improve Services and Results for Children with Disabilities		
84.350	D	121,006	Transition to Teaching		
93	D	-2,005	U.S. Department of Health and Human Services		
93.570	D	27	Community Services Block Grant - Discretionary Awards		
93.571	D	81,202	Community Services Block Grant Discretionary Awards - Community Food and Nutrition		
99	I	95,443	Other Federal Assistance	1435-01-02-CT-70684	Hampton University
		<u>16,678,785</u>	Total — Elizabeth City State University		

**Fayetteville State University**

12	D	67,615	U.S. Department of Defense
12.420	D	101,750	Military Medical Research and Development
14.218	D	331,814	Community Development Block Grants/Entitlement Grants
17	D	1,758	U.S. Department of Labor
43	D	124,388	National Aeronautics and Space Administration
43.001	D	183,571	Aerospace Education Services Program
45.167	D	8,267	Promotion of the Humanities - Extending the Reach Grants to Presidentially Designated Minority Institutions
47.049	D	1,198,295	Mathematical and Physical Sciences
47.076	D	25,968	Education and Human Resources
81.047	D	8,175	Pre-Freshman Enrichment
84	D	8,986	U.S. Department of Education
84.007	D	696,463	Federal Supplemental Educational Opportunity Grants

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84.031	D	2,588,667	Higher Education - Institutional Aid		
84.033	D	242,814	Federal Work-Study Program		
84.038	D	3,090,231	Federal Perkins Loan Program - Federal Capital Contributions		
84.042	D	245,447	TRIO - Student Support Services		
84.044	D	187,707	TRIO - Talent Search		
84.047	D	156,552	TRIO - Upward Bound		
84.063	D	6,689,958	Federal Pell Grant Program		
84.066	D	268,590	TRIO - Educational Opportunity Centers		
84.268	D	11,418,483	Federal Direct Student Loans		
84.334	D	503,182	Gaining Early Awareness and Readiness for Undergraduate Programs		
84.920	D	46,161	Minority Outreach Project		
93.000	D	30,195	U.S. Department of Health and Human Services		
93.375	D	424,417	Minority Biomedical Research Support		
93.570	D	7,250	Community Services Block Grant - Discretionary Awards		
94.006	D	18,944	AmeriCorps		
99	D	87,061	Other Federal Assistance		
		<u>28,762,709</u>	Total — Fayetteville State University		

**North Carolina Agricultural & Technical State University**

10	D	391,204	U.S. Department of Agriculture		
10	I	41,018	U.S. Department of Agriculture	00-52100-9616NCAT	Alabama A&M University
10	I	219	U.S. Department of Agriculture	N/A	Colorado State University
10	I	23	U.S. Department of Agriculture	01-155-UNC-GSA-LS-001	Signal Corporation
10	I	3,691	U.S. Department of Agriculture	RE675-107/22795777	University of Georgia
10	I	28,897	U.S. Department of Agriculture	RD309-031/5493833	University of Georgia
10.200	I	4,901	Grants for Agricultural Research, Special Research Grants	RD309-040/3581477	University of Georgia
10.205	D	1,168,401	Payments to 1890 Land-Grant Colleges and Tuskegee University		
10.206	D	28,594	Grants for Agricultural Research - Competitive Research Grants		
10.216	D	767,211	1890 Institution Capacity Building Grants		
10.217	I	5,153	Higher Education Challenge Grants	4-64670-01-283	University of Kentucky
10.302	D	9,294	Initiative for Future Agriculture and Food Systems		
10.302	I	3,271	Initiative for Future Agriculture and Food Systems	332.77-02.532	Tennessee State University
10.302	I	8,816	Initiative for Future Agriculture and Food Systems	332.77-02.448	Tennessee State University
10.303	D	7,613	Integrated Programs		



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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
10.500	D	1,649,085	Cooperative Extension Service		
10.500	I	5,758	Cooperative Extension Service	TCE 622640-14	Texas A&M University
10.905	D	21,271	Plant Materials for Conservation		
10.960	D	562,944	Technical Agricultural Assistance		
10.961	D	11,264	Scientific Cooperation and Research		
10.962	D	558	International Training - Foreign Participant		
11	I	6,374	U.S. Department of Commerce	RD309-022/409054	University of Georgia
11.400	D	62,555	Geodetic Surveys and Services (Geodesy and Applications of the National Geodetic Reference System)		
12	D	1,245,078	U.S. Department of Defense		
12	I	1	U.S. Department of Defense	NCA&STU/02/6113	Kevric Company
12	I	4,737	U.S. Department of Defense	3-9RU-8199S-000	Research Triangle Institute
12	I	42,774	U.S. Department of Defense	B1U441808	Rockwell International
12	I	-7,906	U.S. Department of Defense	DAAL01 96 2 0003	Rockwell International
12	I	663	U.S. Department of Defense	DAAL01 96 2 0003	Rockwell International
12	I	1,046	U.S. Department of Defense	DAAL01-96-2-0003	Rockwell International
12	I	32,844	U.S. Department of Defense	CL#30 21530 014 62112	Tuskegee University
12	I	47,223	U.S. Department of Defense	02-S437-038-C1	Universal Technology Corp
12	I	21,194	U.S. Department of Defense	3-45231-7810	University of New Mexico
12	I	1,244	U.S. Department of Defense	CR-4776-430675	Virginia Polytechnical Institute
12.300	D	755,325	Basic and Applied Scientific Research		
12.431	D	146,762	Basic Scientific Research		
12.630	D	154,709	Basic, Applied, and Advanced Research in Science and Engineering		
12.800	D	97	Air Force Defense Research Sciences Program		
12.901	D	1,666	Mathematical Sciences Grants Program		
14	D	157,220	U.S. Department of Housing and Urban Development		
14	I	162,203	U.S. Department of Housing and Urban Development	2720-02	Bennett College
20	D	842,293	U.S. Department of Transportation		
20	I	108,150	U.S. Department of Transportation	437-25-46	Iowa State University
20	I	37,676	U.S. Department of Transportation	02-447398-NSTI-NCA&T-NC	South Carolina State University
20	I	1,071	U.S. Department of Transportation	02-447398-NSTI-NCA&T-NC	South Carolina State University
20	I	-24	U.S. Department of Transportation	DTFH6199X00013	South Carolina State University
20	I	18,844	U.S. Department of Transportation	99-NCA&T-E1 Task Order 1	University of Tennessee
43	D	2,391,462	National Aeronautics and Space Administration		

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43	I	-186	National Aeronautics and Space Administration	Agreement NO: N-20-633-55	Georgia Institute Technology
43	I	32,234	National Aeronautics and Space Administration	96-1492	Jet Propulsion Laboratories
43	I	-4,544	National Aeronautics and Space Administration	NRA-OEOP-1	Jet Propulsion Laboratories
43	I	4,846	National Aeronautics and Space Administration	RH7-129175	Lockheed Martin
43	I	2,188	National Aeronautics and Space Administration	Agreement Dated 5-14-2003	Modern Technology Systems Inc.
43	I	62,275	National Aeronautics and Space Administration	N/A	NACME
43	I	18,043	National Aeronautics and Space Administration	N/A	NACME
43	I	69,027	National Aeronautics and Space Administration	NCC5-515	Nat Assoc for Equal Oportunity
43	I	35,286	National Aeronautics and Space Administration	NCAT-03-01	National Institute of Aerospace
43	I	-5,060	National Aeronautics and Space Administration	Letter Dated 4/6/01	OEM Network
43	I	30,000	National Aeronautics and Space Administration	10-010724	Software Safety-Critical Sys
43	I	8,500	National Aeronautics and Space Administration	Letter Dated 8/14/01	United Negro College Fund
43	I	8,500	National Aeronautics and Space Administration	Letter Dated 8/14/01	United Negro College Fund
43	I	8,500	National Aeronautics and Space Administration	Letter Dated 8/14/01	United Negro College Fund
43	I	67,140	National Aeronautics and Space Administration	Letter Dated 8/6/02	United Negro College Fund
43	I	10,010	National Aeronautics and Space Administration	UF-EIES-0202006-NCAT	University of Florida
43	I	51,761	National Aeronautics and Space Administration	Z689201	University of Maryland
43	I	59,593	National Aeronautics and Space Administration	3-19511-7810	University of New Mexico
45	I	-90	National Foundation on the Arts and the Humanities	95-70	N C Humanities Council
47	D	1,723,315	National Science Foundation		
47	I	113,421	National Science Foundation	01 SC NSF 1011	Duke University
47	I	6,722	National Science Foundation	Agreement Dated 9/25/2000	Hampton University
47	I	152,843	National Science Foundation	Subcontract No. 2	Hampton University
47	I	6,518	National Science Foundation	Subagreement Date 1/12/99	Polytechnical University
47	I	14,248	National Science Foundation	Agreement No: 070233	Univ of Southern California
47	I	9,449	National Science Foundation	0918890	University of Florida
47	I	104,579	National Science Foundation	Subcontract Dated 10/6/97	University of Florida
47	I	25	National Science Foundation	CR 19070 427756	Virginia Polytechnical Institute
47	I	66,606	National Science Foundation	CR 19070 427756	Virginia Polytechnical Institute
47	I	130,427	National Science Foundation	CR-19070-527756	Virginia Polytechnical Institute
47.041	D	915,291	Engineering Grants		
47.049	D	282,839	Mathematical and Physical Sciences		
47.050	D	67,816	Geosciences		
47.070	D	271,501	Computer and Information Science and Engineering		

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47.075	D	10,621	Social, Behavioral, and Economic Sciences		
47.076	D	341,469	Education and Human Resources		
47.076	I	7,629	Education and Human Resources	497-7034-206-2001900	Clemson University
47.076	I	8,121	Education and Human Resources	41981-6848	Cornell University
47.076	I	88,519	Education and Human Resources	Agreement NO: RSC02014	Univ of Dayton Research Instit
66.000	D	-2,624	Environmental Protection Agency		
66.607	D	1,341	Training and Fellowships for the Environmental Protection Agency		
66.951	D	3,426	Environmental Education Grants		
81	D	244,557	U.S. Department of Energy		
81	I	144,638	U.S. Department of Energy	DSP-90-10-668-012	Clark Atlanta University
81	I	-639	U.S. Department of Energy	OPS-90-10-668-012	Clark Atlanta University
81	I	21,214	U.S. Department of Energy	01-134	ERDA
81	I	13,309	U.S. Department of Energy	633254-192522	Howard University
81	I	73,456	U.S. Department of Energy	XCX-2-31214-01	National Renewable Energy Lab
81	I	18	U.S. Department of Energy	1816.00-0508-06	Oak Ridge Institute
81	I	13,300	U.S. Department of Energy	A0389-45929	Sandia Corporation
81	I	12,656	U.S. Department of Energy	A0389-52013	Sandia Corporation
81	I	31,369	U.S. Department of Energy	02C0004201	Southeast University
81	I	24,889	U.S. Department of Energy	SURA-02-C0004	Southeast University
81	I	-359	U.S. Department of Energy	SURA-96D1805	Southeast University
81	I	-2,218	U.S. Department of Energy	MOU	Worcester Politechnical
81.049	D	52,156	Office of Science Financial Assistance Program		
81.049	I	700	Office of Science Financial Assistance Program	UF-EIES-9909002-NCA	University of Florida
81.087	I	19,045	Renewable Energy Research and Development	Agreement Dated 4/16/01	University of Central Florida
81.089	D	122,359	Fossil Energy Research and Development		
84.0	D	608,325	U.S. Department of Education		
84.0	I	5,664	U.S. Department of Education	Letter Dated 5/20/02	University of South Florida
84.0	I	7,458	U.S. Department of Education	5-34334	University of Virginia
84.0	I	-10	U.S. Department of Education	H325D980050	University of Virginia
84.007	D	489,720	Federal Supplemental Educational Opportunity Grants		
84.031	D	1,305,596	Higher Education - Institutional Aid		
84.033	D	315,201	Federal Work-Study Program		
84.037	D	8,219	Perkins Loan Cancellations		
84.038	D	2,195,180	Federal Perkins Loan Program - Federal Capital Contributions		

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.042	D	234,069	TRIO - Student Support Services		
84.047	D	418,839	TRIO - Upward Bound		
84.063	D	10,912,302	Federal Pell Grant Program		
84.120	D	183,279	Minority Science and Engineering Improvement		
84.200	D	282,297	Graduate Assistance in Areas of National Need		
84.217	D	249,657	TRIO - McNair Post-Baccalaureate Achievement		
84.268	D	31,946,858	Federal Direct Student Loans		
84.324	I	1,198	Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities	658835	University of Hawaii
84.325	D	285,291	Special Education - Personnel Preparation to Improve Services and Results for Children with Disabilities		
84.326	I	46,738	Special Education - Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities	5-34373	University of Virginia
84.334	D	348,482	Gaining Early Awareness and Readiness for Undergraduate Programs		
84.342	D	217,167	Preparing Tomorrow's Teachers to Use Technology		
93	D	20,338	U.S. Department of Health and Human Services		
93	I	118,796	U.S. Department of Health and Human Services	1 H39 OT 00077-01	Carolina Donor Services
93	I	-2,258	U.S. Department of Health and Human Services	FCVP 00-07-123	Central State University
93	I	117	U.S. Department of Health and Human Services	FCVP009-02	Central State University
93	I	29	U.S. Department of Health and Human Services	MMV008-03	Central State University
93	I	128,380	U.S. Department of Health and Human Services	N/A	Central State University
93	I	5,796	U.S. Department of Health and Human Services	12-ALX54-01	Georgia State University
93	I	71,951	U.S. Department of Health and Human Services	NYSPPF02-205	NCAA
93	I	26,103	U.S. Department of Health and Human Services	RR571-153/5813797	University of Georgia
93.361	D	11,268	Nursing Research		
93.375	D	399,082	Minority Biomedical Research Support		
93.570	I	1,000	Community Services Block Grant - Discretionary Awards	03-205	NCAA
93.592	D	111,245	Family Violence Prevention and Services/Grants for Battered Women's Shelters - Discretionary Grants		
93.864	D	123,452	Population Research		
93.880	D	132,162	Minority Access to Research Careers		
93.910	I	67,710	Family and Community Violence Prevention Program	FCVP-00-08-123	Central State University
93.925	D	31,699	Scholarships for Health Professions Students from Disadvantaged Backgrounds		
99	D	19,771	Other Federal Assistance		

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99	I	-3,354	Other Federal Assistance	674-96-A-004	Howard University
99	I	52,991	Other Federal Assistance	Agreement HNEA0098001500	United Negro College Fund
99	I	30,699	Other Federal Assistance	RC710-013/409254	University of Georga
99	I	5,236	Other Federal Assistance	CR-19070-425215	Virginia Tech University
		<u>67,920,785</u>	Total — North Carolina Agricultural & Technical State University		

**North Carolina Central University**

11.552	D	138,605	Technology Opportunities		
12.431	D	510,394	Basic Scientific Research		
12.431	I	5,000	Basic Scientific Research	02063-064	Acdy Appld Science
12.901	D	13,487	Mathematical Sciences Grants Program		
14.237	D	91,423	Historically Black Colleges and Universities Program		
15.808	D	16,181	U.S. Geological Survey: Research and Data Acquisition		
17.235	I	106,513	Senior Community Service Employment Program	231	Nat'l Sr Citz Ctr
17.262	D	228,015	Employment and Training Administration Evaluations		
43.001	I	104,877	Aerospace Education Services Program	NCC5-411	UNCFSP
43.002	D	161,386	Technology Transfer		
45.201	D	1	Arts and Artifacts Indemnity		
47.049	D	50,035	Mathematical and Physical Sciences		
47.076	D	17,500	Education and Human Resources		
66.500	D	273,077	Environmental Protection Consolidated Research		
66.607	D	87,400	Training and Fellowships for the Environmental Protection Agency		
81	I	2,987	U.S. Department of Energy	SURA-97-C5414	S.E. Univ Research
81.049	D	39,932	Office of Science Financial Assistance Program		
81.087	I	28,682	Renewable Energy Research and Development	RAA-8-18675-03	Nat'l Renewable Eng
84.007	D	893,583	Federal Supplemental Educational Opportunity Grants		
84.031	D	3,551,271	Higher Education - Institutional Aid		
84.033	D	1,074,593	Federal Work-Study Program		
84.038	D	6,104,260	Federal Perkins Loan Program - Federal Capital Contributions		
84.063	D	7,494,648	Federal Pell Grant Program		
84.268	D	34,483,339	Federal Direct Student Loans		
84.325	D	134,112	Special Education - Personnel Preparation to Improve Services and Results for Children with Disabilities		
84.336	D	1,064,020	Teacher Quality Enhancement Grants		

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84.342	D	142,676	Preparing Tomorrow's Teachers to Use Technology		
93	D	5,738	U.S. Department of Health and Human Services		
93	I	-91	U.S. Department of Health and Human Services	1-53U-6954	Res Triangle Inst
93.230	D	51,409	Consolidated Knowledge Development and Application (KD&A) Program		
93.273	D	196,152	Alcohol Research Programs		
93.277	D	162,819	Career Development Awards		
93.279	D	870,910	Drug Abuse Research Programs		
93.361	D	15,942	Nursing Research		
93.364	D	30,534	Nursing Student Loans		
93.375	D	933,914	Minority Biomedical Research Support		
93.393	D	268,499	Cancer Cause and Prevention Research		
93.395	I	6,000	Cancer Treatment Research	1-67U-7612-MO #9	Res Triangle Inst
93.397	D	78,166	Cancer Centers Support Grants		
93.600	D	221,910	Head Start		
93.822	D	362,207	Health Careers Opportunity Program		
93.837	D	773,085	Heart and Vascular Diseases Research		
93.854	D	13,332	Biological Basis Research in the Neurosciences		
93.864	D	4,897	Population Research		
93.866	I	1,400	Aging Research	303-9513	Duke Univ.
93.880	D	215,370	Minority Access to Research Careers		
93.925	D	199,729	Scholarships for Health Professions Students from Disadvantaged Backgrounds		
93.960	D	66,631	Special Minority Initiatives		
		<u>61,296,550</u>	Total — North Carolina Central University		

**North Carolina School of the Arts**

84.007	D	50,000	Federal Supplemental Educational Opportunity Grants
84.032	D	14,500	Federal Family Education Loans
84.033	D	37,519	Federal Work-Study Program
84.038	D	586,739	Federal Perkins Loan Program - Federal Capital Contributions
84.063	D	422,372	Federal Pell Grant Program
84.268	D	3,192,632	Federal Direct Student Loans
		<u>4,303,762</u>	Total — North Carolina School of the Arts

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<b><u>North Carolina State University</u></b>					
10	D	510,550	U.S. Department of Agriculture		
10	I	4,420	U.S. Department of Agriculture	4.25/00	ADEC
10	I	46,276	U.S. Department of Agriculture	99-1197	Agdia, Inc.
10	I	21,865	U.S. Department of Agriculture	N/A	Amer Floral Endowmnt
10	I	83,503	U.S. Department of Agriculture	ACES/ASATP-YD-10	Auburn University
10	I	125,029	U.S. Department of Agriculture	647187	BRDC
10	I	15,518	U.S. Department of Agriculture	N/A	CAP
10	I	3,384	U.S. Department of Agriculture	N/A	Limestone Bluffs, Rc
10	I	242	U.S. Department of Agriculture	98-38411-6564	Louisiana St. Univ.
10	I	2,890	U.S. Department of Agriculture	N/A	National Plant Board
10	I	7,623	U.S. Department of Agriculture	N/A	Nat'l Dairy Prb
10	I	74,449	U.S. Department of Agriculture	911403 740050	Ohio State Univ.
10	I	146,378	U.S. Department of Agriculture	RF00908498 #741927	Ohio State Univ.
10	I	4,307	U.S. Department of Agriculture	L71660	Univ of Florida
10	I	4	U.S. Department of Agriculture	L72019	Univ of Florida
10	I	-48	U.S. Department of Agriculture	L72317	Univ of Florida
10	I	4	U.S. Department of Agriculture	L72333	Univ of Florida
10	I	2,500	U.S. Department of Agriculture	L77801	Univ of Florida
10	I	1,500	U.S. Department of Agriculture	L77803	Univ of Florida
10	I	7,448	U.S. Department of Agriculture	L80000	Univ of Florida
10	I	-108	U.S. Department of Agriculture	L72017	Univ of Florida
10	I	8,001	U.S. Department of Agriculture	L72018	Univ of Florida
10	I	2,249	U.S. Department of Agriculture	L72026	Univ of Florida
10	I	18,127	U.S. Department of Agriculture	L77219	Univ of Florida
10	I	18,500	U.S. Department of Agriculture	L79857	Univ of Florida
10	I	-186	U.S. Department of Agriculture	RD309-022/5192514	Univ of Georgia
10	I	39	U.S. Department of Agriculture	RD309-032/1575607	Univ of Georgia
10	I	55,429	U.S. Department of Agriculture	RD309-036/1789747	Univ of Georgia
10	I	61,341	U.S. Department of Agriculture	72890	Univ of Tennessee
10	I	14,658	U.S. Department of Agriculture	Z3730-01, MEMO-02	Univ of Tennessee
10	I	31,353	U.S. Department of Agriculture	CR-19071-428902	VA. Polytech. Inst.
10.001	D	1,460,062	Agricultural Research - Basic and Applied Research		
10.001	I	879	Agricultural Research - Basic and Applied Research	PO36289	Langston University

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
10.001	I	4,000	Agricultural Research - Basic and Applied Research	L79861	Univ of Florida
10.001	I	5,000	Agricultural Research - Basic and Applied Research	L79870	Univ of Florida
10.001	I	18,500	Agricultural Research - Basic and Applied Research	L79930	Univ of Florida
10.001	I	14,000	Agricultural Research - Basic and Applied Research	L80066	Univ of Florida
10.025	D	719,852	Plant and Animal Disease, Pest Control, and Animal Care		
10.164	D	20,000	Wholesale Market Development		
10.200	D	2,573,092	Grants for Agricultural Research, Special Research Grants		
10.200	I	9,334	Grants for Agricultural Research, Special Research Grants	457-2001555	Clemson University
10.200	I	4,629	Grants for Agricultural Research, Special Research Grants	42405-6982	Cornell University
10.200	I	2,414	Grants for Agricultural Research, Special Research Grants	42405-7042	Cornell University
10.200	I	11,812	Grants for Agricultural Research, Special Research Grants	REQ. NO. R521879	Rutgers University
10.200	I	27,415	Grants for Agricultural Research, Special Research Grants	00-38500-8992	South Reg Aqua Ctr
10.200	I	16	Grants for Agricultural Research, Special Research Grants	L66274	Univ of Florida
10.200	I	2,552	Grants for Agricultural Research, Special Research Grants	L72329	Univ of Florida
10.200	I	90	Grants for Agricultural Research, Special Research Grants	S99012	Univ of Florida
10.200	I	10,354	Grants for Agricultural Research, Special Research Grants	S99014	Univ of Florida
10.200	I	82,914	Grants for Agricultural Research, Special Research Grants	SC000869-1-1	Univ of Florida
10.200	I	19,364	Grants for Agricultural Research, Special Research Grants	SC02046-1-3	Univ of Florida
10.200	I	6,468	Grants for Agricultural Research, Special Research Grants	SC02046-1-4/L82339	Univ of Florida
10.200	I	9,426	Grants for Agricultural Research, Special Research Grants	RD309-028/4183357	Univ of Georgia
10.200	I	3,600	Grants for Agricultural Research, Special Research Grants	RD309-028/5814467	Univ of Georgia
10.200	I	54,960	Grants for Agricultural Research, Special Research Grants	RD309-032/1575597	Univ of Georgia
10.200	I	1,127	Grants for Agricultural Research, Special Research Grants	RD309-032/1575647	Univ of Georgia
10.200	I	30,819	Grants for Agricultural Research, Special Research Grants	RD309-036/1789767	Univ of Georgia
10.200	I	49,445	Grants for Agricultural Research, Special Research Grants	RD309-036/1789777	Univ of Georgia
10.200	I	456	Grants for Agricultural Research, Special Research Grants	RD309-049/6582527	Univ of Georgia
10.200	I	24,000	Grants for Agricultural Research, Special Research Grants	UM-S462	Univ of Maine
10.200	I	2,772	Grants for Agricultural Research, Special Research Grants	2002-0783-01	Univ of Nebraska
10.200	I	5,000	Grants for Agricultural Research, Special Research Grants	2002-0783-02	Univ of Nebraska
10.200	I	5,000	Grants for Agricultural Research, Special Research Grants	2002-0783-03	Univ of Nebraska
10.200	I	129	Grants for Agricultural Research, Special Research Grants	2002-0783-04	Univ of Nebraska
10.200	I	5,000	Grants for Agricultural Research, Special Research Grants	2002-0783-05	Univ of Nebraska
10.200	I	2,050	Grants for Agricultural Research, Special Research Grants	2002-0783-06	Univ of Nebraska
10.200	I	4,473	Grants for Agricultural Research, Special Research Grants	2002-0783-07	Univ of Nebraska



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10.200	I	2,907	Grants for Agricultural Research, Special Research Grants	2002-0783-08	Univ of Nebraska
10.200	I	2,774	Grants for Agricultural Research, Special Research Grants	2002-0783-09	Univ of Nebraska
10.200	I	41,027	Grants for Agricultural Research, Special Research Grants	25-6222-0149-002	Univ of Nebraska
10.202	D	885,955	Cooperative Forestry Research		
10.203	D	6,247,984	Payments to Agricultural Experiment Stations Under the Hatch Act		
10.206	D	2,610,818	Grants for Agricultural Research - Competitive Research Grants		
10.206	I	17,796	Grants for Agricultural Research - Competitive Research Grants	2002-35212-12386	Emory University
10.206	I	25,866	Grants for Agricultural Research - Competitive Research Grants	NCSU#2001-1114	Emory University
10.206	I	28,408	Grants for Agricultural Research - Competitive Research Grants	GC034-02-Z2329	Montana State Univ.
10.206	I	85,341	Grants for Agricultural Research - Competitive Research Grants	PO# Y712508	Univ of Arizona
10.206	I	223	Grants for Agricultural Research - Competitive Research Grants	RC294-228/5493963	Univ of Georgia
10.206	I	1,008	Grants for Agricultural Research - Competitive Research Grants	SUBCONTRACT #0001	Warren Wilson Coll.
10.207	D	196,539	Animal Health and Disease Research		
10.210	D	216,161	Food and Agricultural Sciences National Needs Graduate Fellowship Grants		
10.212	I	-4,397	Small Business Innovation Research	36892	Fins Technology LLC
10.216	I	21,431	1890 Institution Capacity Building Grants	36-22091-154	Tuskegee University
10.217	D	57,559	Higher Education Challenge Grants		
10.217	I	14,456	Higher Education Challenge Grants	RF00906808 #741528	Ohio State Univ.
10.219	D	20,964	Biotechnology Risk Assessment Research		
10.224	D	445,412	Fund for Rural America - Research, Education, and Extension Activities		
10.302	D	2,837,206	Initiative for Future Agriculture and Food Systems		
10.302	I	33,145	Initiative for Future Agriculture and Food Systems	588-75582072002739	Clemson University
10.302	I	103,224	Initiative for Future Agriculture and Food Systems	K002253-01	Univ of California
10.302	I	13,313	Initiative for Future Agriculture and Food Systems	UF-IFAS-01041805-3	Univ of Florida
10.302	I	50,334	Initiative for Future Agriculture and Food Systems	RD321-156/4183137	Univ of Georgia
10.302	I	81,864	Initiative for Future Agriculture and Food Systems	H4086181501	Univ of Minnesota
10.302	I	7,614	Initiative for Future Agriculture and Food Systems	CR-19071-428950	VA. Polytech. Inst.
10.303	D	1,004,796	Integrated Programs		
10.303	I	33,315	Integrated Programs	517-70342072002109	Clemson University
10.303	I	3,527	Integrated Programs	586-75572072002775	Clemson University
10.303	I	14,036	Integrated Programs	416-30-01	Iowa State Univ.
10.303	I	76,748	Integrated Programs	1327 424107	Rutgers University
10.303	I	18,617	Integrated Programs	450140-10	Texas A & M Univ.
10.303	I	176	Integrated Programs	00RA6835-NC	Univ of California

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10.303	I	1,093	Integrated Programs	SC000453-1-1	Univ of Florida
10.303	I	53,857	Integrated Programs	SC000453-1-5	Univ of Florida
10.303	I	33,725	Integrated Programs	590199	Univ of Illinois
10.450	I	1,186	Crop Insurance	010500-320946-01	Mississippi State
10.500	D	13,734,255	Cooperative Extension Service		
10.500	I	3,882	Cooperative Extension Service	N/A	National 4-H Council
10.500	I	1,805	Cooperative Extension Service	622029	Texas A & M Univ.
10.500	I	5,546	Cooperative Extension Service	TCE622640-9	Texas A & M Univ.
10.500	I	6,918	Cooperative Extension Service	RE670-054/6330237	Univ of Georgia
10.500	I	60,706	Cooperative Extension Service	RE675-107/2279567	Univ of Georgia
10.500	I	6,135	Cooperative Extension Service	RE675-107/3582447	Univ of Georgia
10.500	I	32,737	Cooperative Extension Service	99-EYAR-1-0601	Univ of Kentucky
10.500	I	32,300	Cooperative Extension Service	421-55000208	Univ of Minnesota
10.500	I	68	Cooperative Extension Service	LWF 63-121-16804	Univ of Nebraska
10.652	D	824,103	Forestry Research		
10.664	D	15,000	Cooperative Forestry Assistance		
10.902	D	31,963	Soil and Water Conservation		
10.904	D	15,311	Watershed Protection and Flood Prevention		
10.912	D	2,004	Environmental Quality Incentives Program		
10.961	D	25,671	Scientific Cooperation and Research		
10.962	D	6,635	International Training - Foreign Participant		
11	D	19,331	U.S. Department of Commerce		
11	I	6,535	U.S. Department of Commerce	N/A	Clemson University
11	I	-57,850	U.S. Department of Commerce	1-52U-6972-002	Res. Triangle Inst.
11	I	45,450	U.S. Department of Commerce	1266	Rutgers University
11	I	3,304	U.S. Department of Commerce	4542186	Univ of Puerto Rico
11.113	I	35,277	ITA Special Projects	N/A	Clemson University
11.113	I	235,940	ITA Special Projects	ADM-NCSU	Clemson University
11.113	I	36,421	ITA Special Projects	C01-C01	Clemson University
11.113	I	151,968	ITA Special Projects	C01-S08	Clemson University
11.113	I	105,541	ITA Special Projects	F01-S14	Clemson University
11.113	I	75,549	ITA Special Projects	F02-S05	Clemson University
11.113	I	108,472	ITA Special Projects	F02-S08	Clemson University
11.113	I	172,415	ITA Special Projects	I00-S15	Clemson University

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11.113	I	43,431	ITA Special Projects	I01-A32	Clemson University
11.113	I	8,382	ITA Special Projects	I01-P13	Clemson University
11.113	I	163,759	ITA Special Projects	I01-S01	Clemson University
11.113	I	158,536	ITA Special Projects	I01-S02	Clemson University
11.113	I	142,207	ITA Special Projects	I01-S10	Clemson University
11.113	I	78,251	ITA Special Projects	I01-S12	Clemson University
11.113	I	251,153	ITA Special Projects	M01-S03	Clemson University
11.113	I	196,742	ITA Special Projects	M02-S01	Clemson University
11.113	I	62,389	ITA Special Projects	NTC Subagreement/8	Clemson University
11.113	I	164,121	ITA Special Projects	NTC Subagreement/9	Clemson University
11.113	I	6,854	ITA Special Projects	NTC Subagreement	Clemson University
11.113	I	606,419	ITA Special Projects	NTC Subagreement/10	Clemson University
11.413	D	23,894	Fishery Products Inspection and Certification		
11.417	D	2,322,258	Sea Grant Support		
11.426	D	12,604	Financial Assistance for National Centers for Coastal Ocean Science		
11.427	D	46,880	Fisheries Development and Utilization Research and Development Grants and Cooperative Agreements Program		
11.430	I	-5,823	Undersea Research	CMRC-00-NRDE-0301C	Perry Institute
11.430	I	37,260	Undersea Research	CMRC-01-NRDE-0402A	Perry Institute
11.432	I	10,951	Office of Oceanic and Atmospheric Research (OAR) Joint and Cooperative Institutes	6-66860 / P715647	Univ of Miami
11.457	D	92,299	Chesapeake Bay Studies		
11.457	I	2,985	Chesapeake Bay Studies	SC035-27565D	Univ of Maryland
11.460	I	1,099,658	Special Oceanic and Atmospheric Projects	03-741/22146J	Univ of S. Carolina
11.468	D	102,961	Applied Meteorological Research		
11.473	I	93,909	Coastal Services Center	NA06OCO373-001	Waterstone Enterpri.
11.478	D	395,328	Center for Sponsored Coastal Ocean Research - Coastal Ocean Program		
11.609	D	-3,032	Measurement and Engineering Research and Standards		
11.611	D	2,226,278	Manufacturing Extension Partnership		
12	D	1,117,085	U.S. Department of Defense		
12	I	28,524	U.S. Department of Defense	N/A	ABB, Inc.
12	I	5,000	U.S. Department of Defense	02-037, 02-038	Acad. of Appl'd Sci.
12	I	12,130	U.S. Department of Defense	98-76019-A	Advance. Tech. Mat.
12	I	72,991	U.S. Department of Defense	TCN 02133 DO 0136	Battelle Columbs Div
12	I	7,796	U.S. Department of Defense	TCN 02177 DO 0173	Battelle Columbs Div

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12	I	29,331	U.S. Department of Defense	G-7404-1	Colorado State Univ.
12	I	33,849	U.S. Department of Defense	G-7460-1	Colorado State Univ.
12	I	265,343	U.S. Department of Defense	20100072	Concurrent Tech Co
12	I	353,332	U.S. Department of Defense	37653	Cree, Inc.
12	I	22,236	U.S. Department of Defense	GC-3291-044-01-009	GEO-Centers, Inc.
12	I	9,434	U.S. Department of Defense	N/A	Hexatech, Inc.
12	I	125,031	U.S. Department of Defense	B09360065	Honeywell Int'l
12	I	40,527	U.S. Department of Defense	N/A	Kyma Technologies
12	I	-22,193	U.S. Department of Defense	12/13/99 RES AGREE	Kyma Technology, Inc
12	I	21,320	U.S. Department of Defense	SC-0244-00-0004	Mission Res. Corp.
12	I	166,856	U.S. Department of Defense	SC0244000004/NCSU1	Mission Res. Corp.
12	I	69,539	U.S. Department of Defense	150-1947A	New York State Univ
12	I	21,058	U.S. Department of Defense	N/A	Protean Devices, Inc
12	I	20,129	U.S. Department of Defense	NCS05072A	PTS Company
12	I	195,210	U.S. Department of Defense	R13535-41600001	Rice University
12	I	22,573	U.S. Department of Defense	2003-0358	Snow Aviation Int'l
12	I	75,544	U.S. Department of Defense	598389	Stevens Inst of Tech
12	I	26,081	U.S. Department of Defense	TO02-34-001	Taitech, Inc.
12	I	186,241	U.S. Department of Defense	N/A	TAO of Systems Integ
12	I	5,854	U.S. Department of Defense	F7116-02-SC1295	Texas Research Insti
12	I	2,422	U.S. Department of Defense	144210	TRC Garrow Assoc.
12	I	310,886	U.S. Department of Defense	37649	Univ of California
12	I	78,836	U.S. Department of Defense	37688	Univ of California
12	I	56,243	U.S. Department of Defense	1000-G-CF980	Univ of California
12	I	74,873	U.S. Department of Defense	OR1680-001.01	Univ of Tennessee
12.002	D	-355	Procurement Technical Assistance for Business Firms		
12.300	D	6,650,986	Basic and Applied Scientific Research		
12.300	I	49,910	Basic and Applied Scientific Research	PO# 10173846	Univ of California
12.300	I	42,785	Basic and Applied Scientific Research	B428160	Univ of Delaware
12.300	I	87,859	Basic and Applied Scientific Research	621974	Univ of Illinois
12.420	D	44,126	Military Medical Research and Development		
12.420	I	-2,862	Military Medical Research and Development	DS623	Duke University
12.420	I	29,115	Military Medical Research and Development	DAMD17-01-1-0811	Rush-Presbyterian-St
12.431	D	2,953,360	Basic Scientific Research		

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12.431	I	17,177	Basic Scientific Research	TCN 00131 DO 0634	Battelle Columbs Div
12.431	I	4,385	Basic Scientific Research	TCN 00138 DO 641	Battelle Columbs Div
12.431	I	55,361	Basic Scientific Research	318-7034-201200222	Clemson University
12.431	I	34,958	Basic Scientific Research	AA-5-72732-D1	Oklahoma State Univ
12.431	I	122,154	Basic Scientific Research	2134114	Univ of North Texas
12.630	D	54,199	Basic, Applied, and Advanced Research in Science and Engineering		
12.630	I	20,199	Basic, Applied, and Advanced Research in Science and Engineering	01-SC-AFO-1019	Duke University
12.630	I	108,960	Basic, Applied, and Advanced Research in Science and Engineering	01-SC-AFO-1019	Duke University
12.630	I	62,918	Basic, Applied, and Advanced Research in Science and Engineering	F003525	Univ of Michigan
12.800	D	1,004,892	Air Force Defense Research Sciences Program		
12.800	I	42,461	Air Force Defense Research Sciences Program	1017809/21719/1	New York State Univ
12.800	I	142,766	Air Force Defense Research Sciences Program	14761-S2	Vanderbilt Univ.
12.901	D	284,756	Mathematical Sciences Grants Program		
12.910	D	971,945	Research and Technology Development		
12.910	I	323	Research and Technology Development	171102	Boston University
12.910	I	41,435	Research and Technology Development	531-0226-1	Purdue University
14.516	D	12,500	Doctoral Dissertation Research Grants		
15	D	332,338	U.S. Department of the Interior		
15.611	I	161,914	Wildlife Restoration	050-00-000249	Puerto Rico Dept. Nr
15.615	D	14,364	Cooperative Endangered Species Conservation Fund		
15.615	I	10,612	Cooperative Endangered Species Conservation Fund	050-00-000282	Puerto Rico Dept. Nr
15.618	D	5,000	Administrative Grants for Federal Aid in Sport Fish and Wildlife Restoration		
15.805	D	76,817	Assistance to State Water Resources Research Institutes		
15.808	D	726,995	U.S. Geological Survey: Research and Data Acquisition		
15.808	I	19,371	U.S. Geological Survey: Research and Data Acquisition	N/A	Sterling College
15.810	D	9,999	National Cooperative Geologic Mapping Program		
15.916	D	98,595	Outdoor Recreation - Acquisition, Development and Planning		
15.976	D	-8,509	Migratory Bird Banding and Data Analysis		
16	D	24,440	U.S. Department of Justice		
16	I	26,321	U.S. Department of Justice	2001CKWXK051	Michael S. Scott
16	I	4,487	U.S. Department of Justice	2002CKWX0003	Michael S. Scott
17.502	D	1,351	Occupational Safety and Health - Susan Harwood Training Grants		
20.701	D	754,501	University Transportation Centers Program		
20.701	I	106,174	University Transportation Centers Program	HR 10-59(A)	Nat'l Acad. of Sci.

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20.701	I	1,764	University Transportation Centers Program	033-7338-479	Nat'l Easter Seal Soc
20.701	I	28,087	University Transportation Centers Program	S900193	Texas A & M Found.
20.701	I	22,321	University Transportation Centers Program	12153-01.01	Univ of Tennessee
20.701	I	58,708	University Transportation Centers Program	99-NCSU-E1	Univ of Tennessee
20.701	I	35,844	University Transportation Centers Program	NCHRP PROJ. 25-24	Vanasse Hangen Brust
43	D	479,741	National Aeronautics and Space Administration		
43	I	56,647	National Aeronautics and Space Administration	642731	Michigan State Univ.
43	I	8,542	National Aeronautics and Space Administration	GO2-3095B	Smithsonian Astro.
43	I	17,000	National Aeronautics and Space Administration	N/A	UNCFSP
43	I	7,964	National Aeronautics and Space Administration	1115 G DB208	Univ of California
43.001	D	2,019,886	Aerospace Education Services Program		
43.001	I	13,166	Aerospace Education Services Program	G-1972-1	Colorado State Univ.
43.001	I	25,185	Aerospace Education Services Program	BLF35	Georgia State Univ.
43.001	I	169,845	Aerospace Education Services Program	633614-176576	Howard University
43.001	I	26,329	Aerospace Education Services Program	JPL#123082	Qortek, Inc.
43.001	I	8,362	Aerospace Education Services Program	GO1-2073A	Smithsonian Astro.
43.001	I	53,049	Aerospace Education Services Program	GO1-2075X	Smithsonian Astro.
43.001	I	16,006	Aerospace Education Services Program	00-1472	Taitech, Inc.
43.001	I	12,757	Aerospace Education Services Program	CG0239	Univ of Maryland
45.024	D	5,388	Promotion of the Arts - Grants to Organizations and Individuals		
45.149	I	19,057	Promotion of the Humanities - Division of Preservation and Access	40782-6927	Cornell University
45.161	D	51,966	Promotion of the Humanities - Research		
47	D	2,780	National Science Foundation		
47	I	9,309	National Science Foundation	N/A	Nat'l Res. Council
47	I	-7,430	National Science Foundation	137/004010	Skidaway Institute
47	I	-2,350	National Science Foundation	S07-50375	Smithsonian Inst.
47.041	D	4,581,325	Engineering Grants		
47.041	I	1,377	Engineering Grants	N/A	AAAS
47.041	I	49,075	Engineering Grants	2002-0535	ADEC
47.041	I	28,188	Engineering Grants	N/A	Barr-Mullin, Inc.
47.041	I	28,941	Engineering Grants	DMI-0215044	Discovery Machine, Inc.
47.041	I	38,180	Engineering Grants	420-20-78	Iowa State Univ.
47.041	I	-10,056	Engineering Grants	MTR262-NSF9901788	Membrane Tech & Res
47.041	I	6,834	Engineering Grants	N/A	Nat'l Res. Council

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47.041	I	15,376	Engineering Grants	RF00942532	Ohio State Univ.
47.041	I	33,586	Engineering Grants	N/A	Paradigm Genetics, Inc
47.041	I	7,125	Engineering Grants	V154/SEC-1	South Carolina Sea
47.041	I	109,350	Engineering Grants	N/A	Univ of Florida
47.041	I	98,715	Engineering Grants	UF-EIES-9735001NCS	Univ of Florida
47.041	I	74,306	Engineering Grants	UF-EIES-9735006NCS	Univ of Florida
47.041	I	61,101	Engineering Grants	UF-EIIS-9735001NCS	Univ of Florida
47.041	I	47,114	Engineering Grants	F005963	Univ of Michigan
47.041	I	13,361	Engineering Grants	OR2220-001.01	Univ of Tennessee
47.041	I	846	Engineering Grants	9905005	Univ of Utah
47.049	D	4,226,170	Mathematical and Physical Sciences		
47.049	I	137,167	Mathematical and Physical Sciences	03-SC-NSF-1008	Duke University
47.049	I	24,235	Mathematical and Physical Sciences	99-SC-NSF-1019	Duke University
47.049	I	32,373	Mathematical and Physical Sciences	R.F.PROJ.# 1010385	New York State Univ
47.050	D	1,193,860	Geosciences		
47.070	D	2,408,722	Computer and Information Science and Engineering		
47.070	I	121,155	Computer and Information Science and Engineering	N/A	ADEC
47.070	I	79,757	Computer and Information Science and Engineering	C-36-A35-G1	GA. Inst. of Tech.
47.070	I	68,151	Computer and Information Science and Engineering	PACI#762	Univ of Illinois
47.070	I	57,397	Computer and Information Science and Engineering	312261	William & Mary
47.074	D	5,485,366	Biological Sciences		
47.074	I	82,452	Biological Sciences	G-3194-1	Colorado State Univ.
47.074	I	12,705	Biological Sciences	39023-6456	Cornell University
47.074	I	55,904	Biological Sciences	02-SC-NSF-1031	Duke University
47.074	I	197,483	Biological Sciences	420-40-29	Iowa State Univ.
47.074	I	-6,050	Biological Sciences	612642	Michigan State Univ.
47.074	I	37,320	Biological Sciences	00-158	Univ of Illinois
47.074	I	37,135	Biological Sciences	00-349	Univ of Illinois
47.074	I	53,562	Biological Sciences	4-65077-02-093	Univ of Kentucky
47.074	I	84,249	Biological Sciences	111G020	Univ of Wisconsin
47.074	I	351,788	Biological Sciences	111G064	Univ of Wisconsin
47.074	I	85,518	Biological Sciences	111G075	Univ of Wisconsin
47.075	D	1,203,142	Social, Behavioral, and Economic Sciences		
47.075	I	6,653	Social, Behavioral, and Economic Sciences	N/A	Nat'l Res. Council

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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
47.076	D	2,140,958	Education and Human Resources		
47.076	I	1,095	Education and Human Resources	2003-0919	Bay Area Discovery
47.077	D	544,145	Academic Research Infrastructure		
66	D	38,480	Environmental Protection Agency		
66	I	37,686	Environmental Protection Agency	01-SC-EPA-1032	Duke University
66	I	27,906	Environmental Protection Agency	0117-02-011/11	Eastern Res. Group
66	I	5,696	Environmental Protection Agency	99/04/397 WO #3	NSF International
66	I	46,298	Environmental Protection Agency	17-42U-6600	Res. Triangle Inst.
66.460	I	2,995	Nonpoint Source Implementation Grants	03-SC-DENR-1011	Duke University
66.463	D	74,558	Water Quality Cooperative Agreements		
66.500	D	1,386,844	Environmental Protection Consolidated Research		
66.500	I	-25	Environmental Protection Consolidated Research	D00-0001	Arcadis Geraghty
66.500	I	9,293	Environmental Protection Consolidated Research	E-20-E42-G1	GA. Inst. of Tech.
66.500	I	-3,191	Environmental Protection Consolidated Research	P.O. 10003-0063	Indiana University
66.500	I	226,936	Environmental Protection Consolidated Research	12/1/98 SUBCONTR.	N C Agric. Fdn. Inc.
66.500	I	43,407	Environmental Protection Consolidated Research	99/04/397 -WO 2	NSF International
66.500	I	-4,163	Environmental Protection Consolidated Research	99/04/397-1	NSF International
66.500	I	626	Environmental Protection Consolidated Research	PR-1407	Stanford University
66.500	I	453	Environmental Protection Consolidated Research	68-C-00-169/NSCP-2	Tetra Tech, Inc.
66.500	I	4,943	Environmental Protection Consolidated Research	RE353-131/2002457	Univ of Georgia
66.500	I	9,839	Environmental Protection Consolidated Research	00118791-14	Univ of Missouri
66.500	I	18,469	Environmental Protection Consolidated Research	00118791-15	Univ of Missouri
66.500	I	15,253	Environmental Protection Consolidated Research	EPACR82735001/NC12	Univ of Missouri
66.500	I	20	Environmental Protection Consolidated Research	EPACR82735001/NC17	Univ of Missouri
66.500	I	6,130	Environmental Protection Consolidated Research	2000-0802-02	Washington Univ.
66.500	I	6,662	Environmental Protection Consolidated Research	2000-0802-03	Washington Univ.
66.500	I	2,671	Environmental Protection Consolidated Research	2000-0802-04	Washington Univ.
66.500	I	2,485	Environmental Protection Consolidated Research	2000-0802-05	Washington Univ.
66.500	I	164,026	Environmental Protection Consolidated Research	WU-HT-01-05/29465U	Washington Univ.
66.606	D	263,110	Surveys, Studies, Investigations and Special Purpose Grants		
66.606	I	5,845	Surveys, Studies, Investigations and Special Purpose Grants	301770190500021000	Mississippi State
66.607	D	637,533	Training and Fellowships for the Environmental Protection Agency		
66.714	D	472	Pesticide Environmental Stewardship Regional Grants		
81	D	2,607,817	U.S. Department of Energy		



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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
81	I	124	U.S. Department of Energy	N/A	Am Solar Energy Soc.
81	I	30,425	U.S. Department of Energy	2F-01181	Argonne Nat'l Lab.
81	I	3,982	U.S. Department of Energy	P.O. # 410631-DG7	Battelle Mem. Insti.
81	I	5,333	U.S. Department of Energy	00000070 #2	Bechtel Bwxt, Idaho
81	I	42,346	U.S. Department of Energy	ZDO-2-30628-03NCSU	BP Solar Int'l LLC
81	I	-164	U.S. Department of Energy	N/A	Calabazas Creek Res
81	I	36,349	U.S. Department of Energy	539124-53390	Carnegie Mellon Univ
81	I	102,382	U.S. Department of Energy	RBJ 76838	Caterpillar, Inc.
81	I	6,919	U.S. Department of Energy	104 A	Corrim
81	I	1,358	U.S. Department of Energy	N/A	Duke Engr & Services
81	I	15	U.S. Department of Energy	LAFB-001	Informatics Corp.
81	I	38,010	U.S. Department of Energy	SUBAGREEMT #4309-1	Inst Paper Sci & Tec
81	I	18,488	U.S. Department of Energy	IRECNCSCDBASE21000	Irec
81	I	60,261	U.S. Department of Energy	IREC-NCSCP4YOU799	Irec
81	I	17,150	U.S. Department of Energy	8112-53667	Johns Hopkins Univ.
81	I	84,827	U.S. Department of Energy	6464866	L. Berkeley Nat'l Lab
81	I	25,639	U.S. Department of Energy	6519725	L. Berkeley Nat'l Lab
81	I	20,602	U.S. Department of Energy	B505021	L. Livermore Nat'l Lab
81	I	40,929	U.S. Department of Energy	B518219	L. Livermore Nat'l Lab
81	I	23,007	U.S. Department of Energy	B526686	L. Livermore Nat'l Lab
81	I	43,009	U.S. Department of Energy	58238-001-02 39	Los Alamos Nat'l Lab
81	I	35,733	U.S. Department of Energy	48095-001-02 84	Los Alamos Nat'l Lab
81	I	40,403	U.S. Department of Energy	57831-001-02 97	Los Alamos Nat'l Lab
81	I	14,616	U.S. Department of Energy	65404-001-03 3D	Los Alamos Nat'l Lab
81	I	-9,642	U.S. Department of Energy	ADC-1-31425-01	MRI-NREL
81	I	61,516	U.S. Department of Energy	AAD-9-18668-08	MRI-NREL
81	I	123,004	U.S. Department of Energy	AAT-2-31605-05	MRI-NREL
81	I	-1,262	U.S. Department of Energy	4-93U-7667	Res. Triangle Inst.
81	I	46,600	U.S. Department of Energy	4-24350	Rutgers University
81	I	15,126	U.S. Department of Energy	27459	Sandia National Lab
81	I	9,430	U.S. Department of Energy	99381	Sandia National Lab
81	I	26,347	U.S. Department of Energy	AO350-6314	Sandia National Lab
81	I	32,602	U.S. Department of Energy	PO 8898	Sandia National Lab
81	I	27,511	U.S. Department of Energy	DEFG0701ID14013NCS	SC State University

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81	I	55,620	U.S. Department of Energy	4000010698	UT-Battelle LLC
81	I	-49	U.S. Department of Energy	4500013834	UT-Battelle LLC
81	I	8,939	U.S. Department of Energy	4000001555	UT-Battelle LLC
81	I	73	U.S. Department of Energy	4000002893	UT-Battelle LLC
81	I	5,715	U.S. Department of Energy	4000006079	UT-Battelle LLC
81	I	69,083	U.S. Department of Energy	4000009052	UT-Battelle LLC
81	I	48,132	U.S. Department of Energy	4000010724	UT-Battelle LLC
81	I	515	U.S. Department of Energy	4000011436	UT-Battelle LLC
81	I	10,681	U.S. Department of Energy	4000011825	UT-Battelle LLC
81	I	66,392	U.S. Department of Energy	4000013598	UT-Battelle LLC
81	I	13,494	U.S. Department of Energy	4000014042	UT-Battelle LLC
81	I	27,514	U.S. Department of Energy	4000018765	UT-Battelle LLC
81	I	4,056	U.S. Department of Energy	SA20004711	Westinghouse Elec Co
81.049	D	789,866	Office of Science Financial Assistance Program		
81.049	I	23,742	Office of Science Financial Assistance Program	00-043	Univ of Alabama
81.049	I	10,897	Office of Science Financial Assistance Program	4000013665	UT-Battelle LLC
81.078	I	-3,082	Industrial Energy Conservation	N/A	Univ. City Sci. Ctr.
81.079	I	26,179	Regional Biomass Energy Programs	UM-S478	Univ of Maine
81.086	D	189,297	Conservation Research and Development		
81.087	D	90,870	Renewable Energy Research and Development		
81.087	I	3,242	Renewable Energy Research and Development	GO12026-162	CPBR, Inc.
81.092	I	15,820	Environmental Restoration	58902 NE	Texas Eng Ex Station
81.114	D	226,870	University Nuclear Science and Reactor Support		
81.114	I	54,200	University Nuclear Science and Reactor Support	OSP03124	Univ of Cincinnati
81.116	D	10,765	Science and Engineering Training to Support Diversity-Related Programs		
81.117	D	29,581	Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance		L. Livermore Nat'l Lab
84	D	994	U.S. Department of Education		
84	I	35,438	U.S. Department of Education	95-NC09	Nat'l Writing Proj Co
84	I	3,846	U.S. Department of Education	SPO#0000000443	Univ of Colorado
84.007	D	451,370	Federal Supplemental Educational Opportunity Grants		
84.015	D	597,922	National Resource Centers and Fellowships Program for Language and Area or Language and International Studies		
84.016	D	42,639	Undergraduate International Studies and Foreign Language Programs		

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.017	D	86,939	International Research and Studies		
84.032	D	32,202,988	Federal Family Education Loans		
84.033	D	1,034,802	Federal Work-Study Program		
84.038	D	11,275,574	Federal Perkins Loan Program - Federal Capital Contributions		
84.044	D	329,803	TRIO - Talent Search		
84.047	D	422,610	TRIO - Upward Bound		
84.063	D	9,239,752	Federal Pell Grant Program		
84.116	D	207,791	Fund for the Improvement of Postsecondary Education		
84.116	I	2,044	Fund for the Improvement of Postsecondary Education	OSP03128	Univ of Cincinnati
84.133	D	520,322	National Institute on Disability and Rehabilitation Research		
84.195	D	206,657	Bilingual Education - Professional Development		
84.200	D	897,474	Graduate Assistance in Areas of National Need		
84.215	D	189,657	Fund for the Improvement of Education		
84.325	D	140,178	Special Education - Personnel Preparation to Improve Services and Results for Children with Disabilities		
84.339	D	29,058	Learning Anytime Anywhere Partnerships		
84.342	D	129,007	Preparing Tomorrow's Teachers to Use Technology		
84.342	I	23,678	Preparing Tomorrow's Teachers to Use Technology	5-34344	Univ of Virginia
93	D	718,728	U.S. Department of Health and Human Services		
93	I	3,432	U.S. Department of Health and Human Services	2000-0894	Control Delivery Sys
93	I	46	U.S. Department of Health and Human Services	303-2871	Duke University
93	I	377,173	U.S. Department of Health and Human Services	DS638	Duke University
93	I	106,194	U.S. Department of Health and Human Services	DS655	Duke University
93	I	28,058	U.S. Department of Health and Human Services	N/A	Easter Seals, Inc.
93	I	90,939	U.S. Department of Health and Human Services	N/A	Mayo Clinic Rochest.
93	I	30,700	U.S. Department of Health and Human Services	1999-1278	Second Sight, LLC
93.103	D	73,846	Food and Drug Administration - Research		
93.113	D	97,040	Biological Response to Environmental Health Hazards		
93.114	D	250,374	Applied Toxicological Research and Testing		
93.172	D	89,609	Human Genome Research		
93.242	D	109,531	Mental Health Research Grants		
93.262	D	709,807	Occupational Safety and Health Research Grants		
93.263	D	36,245	Occupational Safety and Health - Training Grants		
93.282	D	44,712	Mental Health National Research Service Awards for Research Training		

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93.283	I	183	Centers for Disease Control and Prevention - Investigations and Technical Assistance	6402-146-K0-G	Univ of S. Florida
93.393	D	790,233	Cancer Cause and Prevention Research		
93.394	D	82,999	Cancer Detection and Diagnosis Research		
93.396	D	516,595	Cancer Biology Research		
93.399	I	103,553	Cancer Control	VUMC CA #9095	Vanderbilt Univ.
93.821	D	1,039,470	Cell Biology and Biophysics Research		
93.837	D	670,465	Heart and Vascular Diseases Research		
93.837	I	73,015	Heart and Vascular Diseases Research	00-SC-NIH-1052	Duke University
93.837	I	12,107	Heart and Vascular Diseases Research	DS749	Duke University
93.837	I	43,870	Heart and Vascular Diseases Research	517200	Univ of Delaware
93.838	D	758,862	Lung Diseases Research		
93.848	D	322,234	Digestive Diseases and Nutrition Research		
93.853	D	43,501	Extramural Research Programs in the Neurosciences and Neurological Disorders		
93.854	D	380,035	Biological Basis Research in the Neurosciences		
93.856	D	2,081,657	Microbiology and Infectious Diseases Research		
93.859	D	626,684	Pharmacology, Physiology, and Biological Chemistry Research		
93.862	D	2,730,893	Genetics and Developmental Biology Research and Research Training		
93.862	I	50,578	Genetics and Developmental Biology Research and Research Training	570139	Texas A & M Univ.
93.862	I	55,596	Genetics and Developmental Biology Research and Research Training	00RA5027-NCSU	Univ of California
93.862	I	28,848	Genetics and Developmental Biology Research and Research Training	N/A	Univ of Chicago
93.864	D	143,172	Population Research		
93.866	D	290,988	Aging Research		
93.866	I	10,175	Aging Research	DS768	Duke University
93.867	D	445,118	Vision Research		
93.880	D	10,860	Minority Access to Research Careers		
93.894	D	367,104	Resource and Manpower Development in the Environmental Health Sciences		
93.960	D	113,581	Special Minority Initiatives		
99	D	272,830	Other Federal Assistance		
99	I	29,630	Other Federal Assistance	5-25900-02	George Mason Univ.
99	I	105,788	Other Federal Assistance	96-1305-01	Res Corp Univ Hawaii
99	I	116,321	Other Federal Assistance	96-1305-02	Res Corp Univ Hawaii
99	I	53,069	Other Federal Assistance	G01-2077A	Smithsonian Astro.
		<u>173,157,991</u>	Total — North Carolina State University		

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>University of North Carolina - General Administration</u></b>					
12.300	D	870,038	Basic and Applied Scientific Research		
14.246	D	60,736	Community Development Block Grants/Brownfields Economic Development Initiative		
16.540	D	62,058	Juvenile Justice and Delinquency Prevention - Allocation to States		
19.415	D	97,840	Professional Exchanges - Annual Open Grant		
47.076	D	138,560	Education and Human Resources		
64.124	D	282,770	All-Volunteer Force Educational Assistance		
84.215	D	373,201	Fund for the Improvement of Education		
84.281	D	1,074,986	Eisenhower Professional Development State Grants		
84.334	D	1,611,552	Gaining Early Awareness and Readiness for Undergraduate Programs		
84.342	D	370,147	Preparing Tomorrow's Teachers to Use Technology		
84.366	D	29,291	Mathematics and Science Partnerships		
84.367	D	39,684	Improving Teacher Quality State Grants		
		<u>5,010,863</u>	Total — University of North Carolina - General Administration		
<b><u>University of North Carolina at Asheville</u></b>					
10	D	12,126	U.S. Department of Agriculture		
11.431	D	195,197	Climate and Atmospheric Research		
15	D	5,505	U.S. Department of the Interior		
45	D	1,398	National Foundation on the Arts and the Humanities		
47	D	54,033	National Science Foundation		
47	I	1,814	National Science Foundation	RR250-155/6330977	Univ of Georgia
47	I	849	National Science Foundation	OR10701-01.03	Univ of Tennessee
47.049	I	78	Mathematical and Physical Sciences	29919-5647	Cornell Univ
66	D	1,097	Environmental Protection Agency		
81	D	25	U.S. Department of Energy		
84.007	D	56,739	Federal Supplemental Educational Opportunity Grants		
84.033	D	128,413	Federal Work-Study Program		
84.038	D	1,351,704	Federal Perkins Loan Program - Federal Capital Contributions		
84.063	D	1,973,369	Federal Pell Grant Program		
84.268	D	6,575,348	Federal Direct Student Loans		
93.575	D	10,960	Child Care and Development Block Grant		
99	D	3,337	Other Federal Assistance		
		<u>10,371,992</u>	Total — University of North Carolina at Asheville		

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<b>University of North Carolina at Chapel Hill</b>					
10	D	290,999	U.S. Department of Agriculture		
10	I	1,380	U.S. Department of Agriculture	018000 320935 0	Mississippi State University
10.206	D	439,422	Grants for Agricultural Research - Competitive Research Grants		
10.206	I	5,136	Grants for Agricultural Research - Competitive Research Grants	N/A	Emory University
10.217	D	57	Higher Education Challenge Grants		
10.250	I	18,727	Agricultural and Rural Economic Research	K-981834-09	Univ Calif-Davis
10.652	D	22,556	Forestry Research		
10.855	D	37,800	Distance Learning and Telemedicine Loans and Grants		
11	D	42,161	U.S. Department of Commerce		
11.312	D	39,223	Research and Evaluation Program		
11.420	D	35,149	Coastal Zone Management Estuarine Research Reserves		
11.478	D	53,128	Center for Sponsored Coastal Ocean Research - Coastal Ocean Program		
11.550	D	79,707	Public Telecommunications Facilities - Planning and Construction		
11.609	D	2,182	Measurement and Engineering Research and Standards		
12	D	1,330,835	U.S. Department of Defense		
12	I	20,971	U.S. Department of Defense	N/A	American Egg Board
12	I	35	U.S. Department of Defense	303-9945/DS603	Duke Univ
12	I	41,919	U.S. Department of Defense	N/A	GEO-Centers, Inc
12	I	89,141	U.S. Department of Defense	N/A	GEO-Centers, Inc
12	I	24,211	U.S. Department of Defense	N/A	Madison Tech Internl
12	I	58	U.S. Department of Defense	077/002735	Skidaway Inst of Oce
12	I	13,991	U.S. Department of Defense	01505-1	TRC Garrow Associate
12	I	108	U.S. Department of Defense	FY1999-034	Univ of Kansas
12	I	419	U.S. Department of Defense	A100193	Woods Hole Ocean Inst
12	I	11,267	U.S. Department of Defense	A100288	Woods Hole Ocean Inst
12.002	D	322,477	Procurement Technical Assistance for Business Firms		
12.102	I	51,361	Emergency Rehabilitation of Flood Control Works or Federally Authorized Coastal Protection Works	N/A	Univ of Notre Dame
12.300	D	2,257,513	Basic and Applied Scientific Research		
12.300	I	25,805	Basic and Applied Scientific Research	00-011	Univ of Alabama
12.300	I	-385	Basic and Applied Scientific Research	00-018	Univ of Alabama-Tusc
12.300	I	40,481	Basic and Applied Scientific Research	F007030	Univ of Michigan

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12.300	I	54,901	Basic and Applied Scientific Research	UTA02-396	Univ of Texas-Austin
12.300	I	28,686	Basic and Applied Scientific Research	A100128	Woods Hole Ocean Inst
12.420	D	1,426,310	Military Medical Research and Development		
12.420	I	45,816	Military Medical Research and Development	646-7558-201-20	Clemson Univ
12.420	I	2,617	Military Medical Research and Development	PO# 8001-21024-	Johns Hopkins Univ
12.431	D	-1,537	Basic Scientific Research		
12.800	D	649,937	Air Force Defense Research Sciences Program		
12.901	D	20,140	Mathematical Sciences Grants Program		
12.910	I	21,565	Research and Technology Development	PO#GC178659NGD	Boston University
14	D	56,730	U.S. Department of Housing and Urban Development		
14	I	68,060	U.S. Department of Housing and Urban Development	N/A	Neighbrhd Reinv Corp
14.234	D	50,468	Community Development Work-Study Program		
15	D	46,375	U.S. Department of the Interior		
15.808	D	47,835	U.S. Geological Survey: Research and Data Acquisition		
15.810	D	991	National Cooperative Geologic Mapping Program		
16.560	D	35	National Institute of Justice Research, Evaluation, and Development Project Grants		
19	D	26,919,475	U.S. Department of State		
19	I	623,342	U.S. Department of State	N/A	Engenderhealth, Inc
19	I	67,201	U.S. Department of State	FC0 80011/HRN-A	Family Health Intl
19	I	760,154	U.S. Department of State	SA-01-065	IBM Business Consult
19	I	56,555	U.S. Department of State	1404-031	Internews Network
19	I	10,066	U.S. Department of State	N/A	Jhpiego Corp
19	I	473,868	U.S. Department of State	DISHII-INTR-01	Johns Hopkins Univ
19	I	12,514	U.S. Department of State	GLO-HCP-UNC-01	Johns Hopkins Univ
19	I	84,466	U.S. Department of State	08-UNC-97	Kenan Institute Asia
19	I	27	U.S. Department of State	17798	Kenan Institute Asia
19	I	225,383	U.S. Department of State	AERA-0499	Kenan Institute Asia
19	I	513,397	U.S. Department of State	674-0320-003	Management Sciences
19	I	277,541	U.S. Department of State	N/A	Pathfinder Internatl
19	I	-250	U.S. Department of State	N/A	The Council State Go
19.405	D	42,251	Educational Partnerships Program		
19.415	D	74,075	Professional Exchanges - Annual Open Grant		
20	D	1,595,819	U.S. Department of Transportation		
20	I	119,101	U.S. Department of Transportation	PO# 40232	Ch2M Hill

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20	I	114,726	U.S. Department of Transportation	HR 3-62	Nat'l Acad of Science
20	I	82,200	U.S. Department of Transportation	DTNH22-01-H-052	Nat'l Assoc St Ems
20	I	50,507	U.S. Department of Transportation	DTNH22-98-H-051	Nat'l Assoc St Ems
20	I	38,941	U.S. Department of Transportation	N/A	Nat'l Safety Council
20	I	22,486	U.S. Department of Transportation	N/A	Perform Tech Inc
20	I	10,005	U.S. Department of Transportation	N/A	Sprinkle Consulting
20	I	910	U.S. Department of Transportation	DTRS99-G-0004	Univ of Tennessee
20	I	55,818	U.S. Department of Transportation	R01-2516076/DTR	Univ of Tennessee
20	I	2	U.S. Department of Transportation	00-UNCCH-R-S1/D	Univ Tennessee/Knoxv
20	I	1,445	U.S. Department of Transportation	00-UNCCH-R-S2/D	Univ Tennessee/Knoxv
23	D	1,646	Appalachian Regional Commission		
43	D	2,058,467	National Aeronautics and Space Administration		
43	I	145,060	National Aeronautics and Space Administration	5-36276	Dartmouth College
43	I	18	National Aeronautics and Space Administration	N/A	Jet Propulsion Labor
43	I	280,237	National Aeronautics and Space Administration	00000534	Princeton Univ
43	I	-84	National Aeronautics and Space Administration	PO# 4400034439	Science Appli Int'l
43	I	-1,032	National Aeronautics and Space Administration	GO0-1033A	Smithsonian Astrophy
43	I	-23	National Aeronautics and Space Administration	GO-07318.04-96A	Space Telescope Sci
43	I	18,432	National Aeronautics and Space Administration	GO-07353.01-96A	Space Telescope Sci
43	I	11,164	National Aeronautics and Space Administration	GO-09147.05-A	Space Telescope Sci
43	I	8,910	National Aeronautics and Space Administration	HST-AR-08734.01	Space Telescope Sci
43.001	I	22,612	Aerospace Education Services Program	5-36208	Dartmouth College
43.002	I	36,724	Technology Transfer	437-7033-204200	Clemson University
43.002	I	28,678	Technology Transfer	PO# 16161	Marine Biological La
43.002	I	75,115	Technology Transfer	072402/535842	Univ of Rhode Island
45	D	69,000	National Foundation on the Arts and the Humanities		
45	I	-3,429	National Foundation on the Arts and the Humanities	01-05	NC Humanities Cncl
45	I	105	National Foundation on the Arts and the Humanities	S02-04	NC Humanities Cncl
45	I	725	National Foundation on the Arts and the Humanities	S02-08	NC Humanities Cncl
45.024	D	2,062	Promotion of the Arts - Grants to Organizations and Individuals		
45.129	I	-1	Promotion of the Humanities - Federal/State Partnership	00-03	NC Humanities Cncl
45.149	D	36,030	Promotion of the Humanities - Division of Preservation and Access		
45.161	D	51,080	Promotion of the Humanities - Research		
45.301	D	14,723	Institute of Museum and Library Services		



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45.312	I	46,773	Institute of Museum and Library Services - National Leadership Grants	02-239	Univ of Ill-Champaign
47	D	4,944,099	National Science Foundation		
47	I	754	National Science Foundation	N/A	Amer Mathematical So
47	I	79,719	National Science Foundation	775/4765	Inst Ecosystem Studi
47	I	15,647	National Science Foundation	5-22642	Univ Mass/Amherst
47	I	58,621	National Science Foundation	N/A	Univ of Alabama-Birm
47	I	11,244	National Science Foundation	5607.02.62	Univ of Chicago
47	I	-656	National Science Foundation	95-160	Univ of Ill-Urbana
47	I	7,147	National Science Foundation	DBI-9975808/C-5	Univ of Missouri
47	I	2,134	National Science Foundation	5-39185-88	Univ of Utah
47	I	309,639	National Science Foundation	97-E-3	Univ of Utah
47	I	22,744	National Science Foundation	98-E-16/PO#0000	Univ of Utah
47	I	1,804	National Science Foundation	A100178	Woods Hole Ocean Inst
47.041	D	1,364,260	Engineering Grants		
47.041	I	1,285	Engineering Grants	02-093	Arizona State Univ
47.041	I	10,360	Engineering Grants	PO#RF00946953/7	Ohio State U Res Fdn
47.049	D	6,334,218	Mathematical and Physical Sciences		
47.049	I	189,786	Mathematical and Physical Sciences	03-SC-NSF-1009	Duke Univ
47.050	D	901,067	Geosciences		
47.050	I	3,201	Geosciences	1190	Rutgers
47.050	I	4,619	Geosciences	S0123727	Univ Calif-Santa Cru
47.070	D	3,259,453	Computer and Information Science and Engineering		
47.070	I	201,231	Computer and Information Science and Engineering	1219-26215	Brown Univ
47.070	I	396,566	Computer and Information Science and Engineering	01-SC-NSF-1010	Duke Univ
47.070	I	323	Computer and Information Science and Engineering	788	Univ of Ill-Urbana
47.070	I	104,377	Computer and Information Science and Engineering	OR11000-01.01	Univ Tennessee/Knoxv
47.074	D	3,214,892	Biological Sciences		
47.074	I	74,472	Biological Sciences	01-02	B Thompson Ins Plant
47.074	I	4,616	Biological Sciences	FY2003-028	Univ of Kansas
47.075	D	1,245,315	Social, Behavioral, and Economic Sciences		
47.076	D	1,409,715	Education and Human Resources		
47.076	I	149,485	Education and Human Resources	N/A	Educ Dev Ctr, Inc
47.076	I	74,149	Education and Human Resources	6126902	Michigan St Univ
47.076	I	32,634	Education and Human Resources	PM105603	Michigan St Univ

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47.076	I	26,441	Education and Human Resources	UTA02-118	Univ of Texas-Austin
47.078	D	39,732	Polar Programs		
59	D	113,497	Small Business Administration		
59.037	D	2,273,008	Small Business Development Center		
64	D	47,020	U.S. Department of Veterans Affairs		
66	D	1,398,368	Environmental Protection Agency		
66	I	858,985	Environmental Protection Agency	2579	AWWAResearch Fdn
66	I	18,211	Environmental Protection Agency	491	AWWAResearch Fdn
66	I	25,401	Environmental Protection Agency	68-D-00-265/WA	E H Pechan & Assoc
66	I	78,917	Environmental Protection Agency	N/A	Emory University
66	I	-1,638	Environmental Protection Agency	N/A	Gram, Inc
66	I	2,610	Environmental Protection Agency	01-3	Health Effects Inst
66	I	8,035	Environmental Protection Agency	23BL00031	ICF Inc
66	I	-28,835	Environmental Protection Agency	793/4983	Inst Ecosystem Studi
66	I	72,793	Environmental Protection Agency	N/A	IT Corporation
66	I	47,034	Environmental Protection Agency	M00482801101	Univ Calif-Irvine
66.463	D	99,721	Water Quality Cooperative Agreements		
67	D	5,325,543	Environmental Protection Consolidated Research		
67	I	90,004	Environmental Protection Consolidated Research	02-SC-EPA-1023	Duke Univ
67	I	10,967	Environmental Protection Consolidated Research	N/A	Penn State Univ
66.501	D	-103,830	Air Pollution Control Research		
66.505	D	-10	Water Pollution Control - Research, Development, and Demonstration		
66.606	D	177,458	Surveys, Studies, Investigations and Special Purpose Grants		
66.606	I	16,956	Surveys, Studies, Investigations and Special Purpose Grants	8-34011-7840	Univ of New Mexico
66.607	D	920,219	Training and Fellowships for the Environmental Protection Agency		
81	D	1,418,408	U.S. Department of Energy		
81	I	26,258	U.S. Department of Energy	N/A	Duke Univ
81	I	1	U.S. Department of Energy	N/A	Life Sci Rsch Fdn
81	I	10,550	U.S. Department of Energy	51118-001-02-3N	Los Alamos Nat'l Lab
81	I	200,113	U.S. Department of Energy	ADJ-2-30630-09/	Nat'l Rnl Enrg Lab/Mri
81	I	5,646	U.S. Department of Energy	N/A	Oak Ridge Inst Scien
81	I	3,639	U.S. Department of Energy	PO# 9214	Sandia National Labs
81	I	13,831	U.S. Department of Energy	6498589	Univ Calif-Berkeley
81	I	102,727	U.S. Department of Energy	6505094	Univ Calif-Berkeley

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81	I	-4,502	U.S. Department of Energy	B504967	Univ of California
81	I	27,835	U.S. Department of Energy	B504968	Univ of California
81	I	363,488	U.S. Department of Energy	B519834	Univ of California
81	I	24,828	U.S. Department of Energy	B520717	Univ of California
81	I	56,703	U.S. Department of Energy	1F-01930	Univ of Chicago
81	I	25,774	U.S. Department of Energy	4000016791	UT-Battelle/Ornl
81	I	23,509	U.S. Department of Energy	4000018979	UT-Battelle/Ornl
81.049	D	623,662	Office of Science Financial Assistance Program		
81.049	I	102,135	Office of Science Financial Assistance Program	03-SC-DOE-1017	Duke Univ
81.059	I	45,141	Clearinghouse for Community Energy Efficiency	02-11-059	Univ of Mississippi
81.087	D	169,405	Renewable Energy Research and Development		
83	D	46,631	Federal Emergency Management Agency		
83	I	-5	Federal Emergency Management Agency	N/A	Univ New Orleans
84	D	2,891,039	U.S. Department of Education		
84	I	67,044	U.S. Department of Education	343-0021/DS582	Duke Univ Med Ctr
84	I	89,022	U.S. Department of Education	N/A	Nat Brd Profes Teach
84	I	121,590	U.S. Department of Education	51-000244	SRI International
84	I	187,354	U.S. Department of Education	N/A	Yale University
84.007	D	556,761	Federal Supplemental Educational Opportunity Grants		
84.015	D	810,257	National Resource Centers and Fellowships Program for Language and Area or Language and International Studies		
84.015	I	305,505	National Resource Centers and Fellowships Program for Language and Area of Language and International Studies	00-SC-DED-1040	Duke Univ
84.015	I	345,273	National Resource Centers and Fellowships Program for Language and Area of Language and International Studies	00-SC-DED-1041	Duke Univ
84.015	I	1	National Resource Centers and Fellowships Program for Language and Area of Language and International Studies	98-SC-DED-1011	Duke Univ
84.022	D	59,775	Overseas - Doctoral Dissertation		
84.023	I	5,128	Special Education - Innovation and Development	UIC# 2-5-3345	Univ of Ill-Chicago
84.024	D	242,558	Early Education for Children with Disabilities		
84.029	D	133,770	Special Education - Personnel Development and Parent Training		
84.033	D	1,864,640	Federal Work-Study Program		
84.038	D	25,863,404	Federal Perkins Loan Program - Federal Capital Contributions		
84.047	D	432,663	TRIO - Upward Bound		

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84.063	D	5,661,040	Federal Pell Grant Program		
84.116	D	383,896	Fund for the Improvement of Postsecondary Education		
84.128	D	5,331	Rehabilitation Services - Service Projects		
84.129	D	95,911	Rehabilitation Long-Term Training		
84.133	D	238,836	National Institute on Disability and Rehabilitation Research		
84.170	D	151,074	Javits Fellowships		
84.184	D	125,045	Safe and Drug-Free Schools and Communities - National Programs		
84.195	D	675,429	Bilingual Education - Professional Development		
84.200	D	602,532	Graduate Assistance in Areas of National Need		
84.206	D	33,414	Javits Gifted and Talented Students Education Grant Program		
84.220	D	332,332	Centers for International Business Education		
84.229	I	37,607	Language Resource Centers	00-SC-DED-1002	Duke Univ
84.229	I	97,210	Language Resource Centers	N/A	Duke Univ
84.288	D	93,888	Bilingual Education - Program Development and Implementation Grants		
84.303	D	393,715	Technology Innovation Challenge Grants		
84.305	D	538,380	Education Research, Development and Dissemination		
84.307	D	4,193,869	National Institute on Early Childhood Development and Education		
84.324	D	1,201,727	Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities		
84.324	I	76,076	Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities	PO#10209-0139	Indiana Univ
84.324	I	2,339	Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities	030524	Univ Conn Hlth Ctr
84.324	I	15,023	Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities	050902	Univ Conn Hlth Ctr
84.325	D	1,143,559	Special Education - Personnel Preparation to Improve Services and Results for Children with Disabilities		
84.335	D	53,070	Child Care Access Means Parents in School		
84.349	I	39,090	Early Childhood Educator Professional Development	331060	Nova Southeast Univ
89.003	D	72,061	National Historical Publications and Records Grants		
93	D	24,488,676	U.S. Department of Health and Human Services		
93	I	173,437	U.S. Department of Health and Human Services	N/A	ACA Hlth Srv Res
93	I	4,752	U.S. Department of Health and Human Services	9-526-3878	Albert Einstein Coll
93	I	785,411	U.S. Department of Health and Human Services	CA80098-S1	Amer Coll Radiology

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93	I	18,047	U.S. Department of Health and Human Services	N/A	Amer Coll Radiology
93	I	104	U.S. Department of Health and Human Services	R43 DK59698	Arteccl Sciences, In
93	I	39,460	U.S. Department of Health and Human Services	R44 AR45856	Arteccl Sciences, In
93	I	20,000	U.S. Department of Health and Human Services	N/A	Assc Teachrs Prev Md
93	I	43,323	U.S. Department of Health and Human Services	N/A	Assc Teachrs Prev Md
93	I	59,989	U.S. Department of Health and Human Services	TS 323-15/16	Assc Teachrs Prev Md
93	I	150,699	U.S. Department of Health and Human Services	TS-0768	Assc Teachrs Prev Md
93	I	59,974	U.S. Department of Health and Human Services	N/A	Assoc Amer Med Colle
93	I	534,236	U.S. Department of Health and Human Services	A1011-21/21	Assoc Sch Pub Health
93	I	8,256	U.S. Department of Health and Human Services	H178-05/05	Assoc Sch Pub Health
93	I	31,597	U.S. Department of Health and Human Services	S0068-16/20/P19	Assoc Sch Pub Health
93	I	307	U.S. Department of Health and Human Services	S0736-18/19	Assoc Sch Pub Health
93	I	6,319	U.S. Department of Health and Human Services	S0736-18/20	Assoc Sch Pub Health
93	I	109,486	U.S. Department of Health and Human Services	S0805-18/20	Assoc Sch Pub Health
93	I	-352	U.S. Department of Health and Human Services	S0807-18/18	Assoc Sch Pub Health
93	I	45,670	U.S. Department of Health and Human Services	S0807-18/20	Assoc Sch Pub Health
93	I	-192	U.S. Department of Health and Human Services	S1099-19/20	Assoc Sch Pub Health
93	I	24,416	U.S. Department of Health and Human Services	S1099-19/21	Assoc Sch Pub Health
93	I	899	U.S. Department of Health and Human Services	S1103-19/20	Assoc Sch Pub Health
93	I	91,348	U.S. Department of Health and Human Services	S1217-19/20	Assoc Sch Pub Health
93	I	97,893	U.S. Department of Health and Human Services	S1217-19/21	Assoc Sch Pub Health
93	I	-223	U.S. Department of Health and Human Services	S1326-20/20	Assoc Sch Pub Health
93	I	8,906	U.S. Department of Health and Human Services	S1331-21/21	Assoc Sch Pub Health
93	I	7,686	U.S. Department of Health and Human Services	S1331-21/22	Assoc Sch Pub Health
93	I	15,827	U.S. Department of Health and Human Services	S1539-20/20	Assoc Sch Pub Health
93	I	361,143	U.S. Department of Health and Human Services	S1539-20/21	Assoc Sch Pub Health
93	I	34,841	U.S. Department of Health and Human Services	S1709-21/21	Assoc Sch Pub Health
93	I	45,948	U.S. Department of Health and Human Services	S1713-21/21	Assoc Sch Pub Health
93	I	204,386	U.S. Department of Health and Human Services	S1727-21/21	Assoc Sch Pub Health
93	I	17,487	U.S. Department of Health and Human Services	S1733-21/21	Assoc Sch Pub Health
93	I	115,893	U.S. Department of Health and Human Services	S1734-21/21	Assoc Sch Pub Health
93	I	520,209	U.S. Department of Health and Human Services	S1734-21/22	Assoc Sch Pub Health
93	I	9,476	U.S. Department of Health and Human Services	S1930-21/21	Assoc Sch Pub Health
93	I	142,037	U.S. Department of Health and Human Services	S1935-21/21	Assoc Sch Pub Health

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93	I	304,094	U.S. Department of Health and Human Services	S1935-21/22	Assoc Sch Pub Health
93	I	133,810	U.S. Department of Health and Human Services	S1938-21/21	Assoc Sch Pub Health
93	I	287,196	U.S. Department of Health and Human Services	S1938-21/22	Assoc Sch Pub Health
93	I	56,361	U.S. Department of Health and Human Services	S1958-21/21	Assoc Sch Pub Health
93	I	260,041	U.S. Department of Health and Human Services	S1958-21/22	Assoc Sch Pub Health
93	I	16,246	U.S. Department of Health and Human Services	S2224-22/22	Assoc Sch Pub Health
93	I	64,785	U.S. Department of Health and Human Services	S2233-22/22	Assoc Sch Pub Health
93	I	35,341	U.S. Department of Health and Human Services	S2237-22/22	Assoc Sch Pub Health
93	I	14,101	U.S. Department of Health and Human Services	S2803-22/22	Assoc Sch Pub Health
93	I	-367	U.S. Department of Health and Human Services	S454-16/18	Assoc Sch Pub Health
93	I	44	U.S. Department of Health and Human Services	S740-18/19	Assoc Sch Pub Health
93	I	11,216	U.S. Department of Health and Human Services	N/A	Axio Research Corp
93	I	34,618	U.S. Department of Health and Human Services	2-R01-DK48028-0	Barnes-Jewish Hosp
93	I	48,481	U.S. Department of Health and Human Services	PO#168880TASK A	Battelle, Inc
93	I	45,157	U.S. Department of Health and Human Services	P.O.160807	Battelle, Inc
93	I	4	U.S. Department of Health and Human Services	MC-317170-D-JW	Boston University
93	I	-5,780	U.S. Department of Health and Human Services	MC-388978-D-JW	Boston University
93	I	207,930	U.S. Department of Health and Human Services	MC-418607-D-JW	Boston University
93	I	21,011	U.S. Department of Health and Human Services	N/A	Boston University
93	I	-19,844	U.S. Department of Health and Human Services	N/A	Brigham Women's Hosp
93	I	-3	U.S. Department of Health and Human Services	93/03/08	Cairo University
93	I	11,041	U.S. Department of Health and Human Services	N/A	Calgb/Univ Chicago
93	I	42,615	U.S. Department of Health and Human Services	MMVT-IIIP-47	Cancervax
93	I	4,190	U.S. Department of Health and Human Services	MMVT-IV-47	Cancervax
93	I	34,231	U.S. Department of Health and Human Services	N/A	Chatham Rsch Ltd Inc
93	I	58,292	U.S. Department of Health and Human Services	PO #F392080	Children's Hosp/Bost
93	I	-6,822	U.S. Department of Health and Human Services	PO #5574348	Children's Hosp/LA
93	I	20,275	U.S. Department of Health and Human Services	662-91193183/S1	Children's Hospital
93	I	4,845	U.S. Department of Health and Human Services	UNC-2001-01	CODA, Inc
93	I	30,763	U.S. Department of Health and Human Services	UNC-2001-02	CODA, Inc
93	I	1,348	U.S. Department of Health and Human Services	R01-DK49368	Columbia Hosp/Chmcd
93	I	6,576	U.S. Department of Health and Human Services	N/A	Columbia Univ
93	I	90,553	U.S. Department of Health and Human Services	N/A	Courtesy Assoc
93	I	10,396	U.S. Department of Health and Human Services	N/A	Darpharma, Inc

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93	I	120	U.S. Department of Health and Human Services	5-30297	Dartmouth College
93	I	4,407	U.S. Department of Health and Human Services	5-32014	Dartmouth College
93	I	42,207	U.S. Department of Health and Human Services	N/A	Dartmouth College
93	I	226,411	U.S. Department of Health and Human Services	JA-OECD-01-0005	DC Dept Hmn Ser-Oecd
93	I	619	U.S. Department of Health and Human Services	N/A	Duke Clinical Rsch
93	I	14,805	U.S. Department of Health and Human Services	SPS# 101834	Duke Clinical Rsch
93	I	28,235	U.S. Department of Health and Human Services	303-2067/DS798	Duke Univ
93	I	32,843	U.S. Department of Health and Human Services	303-2127/DS811	Duke Univ
93	I	66,318	U.S. Department of Health and Human Services	303-2178/DS754	Duke Univ
93	I	16,046	U.S. Department of Health and Human Services	303-2532/DS552	Duke Univ
93	I	62,889	U.S. Department of Health and Human Services	303-6383/DS568	Duke Univ
93	I	5,942	U.S. Department of Health and Human Services	303-7355/DS604	Duke Univ
93	I	12,103	U.S. Department of Health and Human Services	303-9140/DS561	Duke Univ
93	I	3,332	U.S. Department of Health and Human Services	303-9706/DS561	Duke Univ
93	I	1	U.S. Department of Health and Human Services	DS523	Duke Univ
93	I	6,308	U.S. Department of Health and Human Services	N/A	Duke Univ
93	I	6,000	U.S. Department of Health and Human Services	N/A	Duke Univ
93	I	20,523	U.S. Department of Health and Human Services	353-7190/DS656	Duke Univ Med Ctr
93	I	10,810	U.S. Department of Health and Human Services	383-0313/DS750	Duke Univ Med Ctr
93	I	7,603	U.S. Department of Health and Human Services	N/A	Duke Univ Med Ctr
93	I	177,531	U.S. Department of Health and Human Services	N/A	Emory University
93	I	30,677	U.S. Department of Health and Human Services	630-4	Family Health Intl
93	I	69,941	U.S. Department of Health and Human Services	9368	Family Health Intl
93	I	126,974	U.S. Department of Health and Human Services	N/A	Family Violence & Ra
93	I	23,348	U.S. Department of Health and Human Services	3011/U10-CA1353	Fdn Children's Oncol
93	I	117,283	U.S. Department of Health and Human Services	12-ALA11-01	Georgia State Univ
93	I	96,313	U.S. Department of Health and Human Services	N/A	Gynecologic Oncology
93	I	5,426	U.S. Department of Health and Human Services	N/A	Harvard Univ
93	I	29,720	U.S. Department of Health and Human Services	N/A	Hlth Systems Rsch
93	I	76	U.S. Department of Health and Human Services	UNC 3634-03/02	Hosp Joint Diseases
93	I	168,818	U.S. Department of Health and Human Services	5-R01-AR46505-0	Hosp Special Surgery
93	I	18,946	U.S. Department of Health and Human Services	N/A	Indiana Univ
93	I	9,422	U.S. Department of Health and Human Services	430-78-02	Iowa State Univ
93	I	32,391	U.S. Department of Health and Human Services	N/A	Jackson State Univ

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93	I	203,318	U.S. Department of Health and Human Services	N01-HC-95170	Jackson State Univ
93	I	399	U.S. Department of Health and Human Services	EY11751	Jaeb Ctr For Hlth Re
93	I	87,957	U.S. Department of Health and Human Services	37174	Johns Hopkins Univ
93	I	124,624	U.S. Department of Health and Human Services	N/A	Johns Hopkins Univ
93	I	-1,550	U.S. Department of Health and Human Services	PO# 34815	Johns Hopkins Univ
93	I	11,147	U.S. Department of Health and Human Services	PO# 65500	Johns Hopkins Univ
93	I	24,718	U.S. Department of Health and Human Services	PO# 7810-96242	Johns Hopkins Univ
93	I	13,050	U.S. Department of Health and Human Services	PO# 8209-19137	Johns Hopkins Univ
93	I	8,007	U.S. Department of Health and Human Services	PO# 8210-25320	Johns Hopkins Univ
93	I	327	U.S. Department of Health and Human Services	PO#8201-77220-X	Johns Hopkins Univ
93	I	18,459	U.S. Department of Health and Human Services	N/A	Lambada Technologies
93	I	142,021	U.S. Department of Health and Human Services	N/A	MA Insti Technology
93	I	85	U.S. Department of Health and Human Services	N/A	Maryland Med Res Ins
93	I	33,039	U.S. Department of Health and Human Services	N/A	McLean Hospital
93	I	-525	U.S. Department of Health and Human Services	N/A	Medical City Dallas
93	I	71,958	U.S. Department of Health and Human Services	N2000-12	Medical College Ohio
93	I	80,796	U.S. Department of Health and Human Services	N2000-13	Medical College Ohio
93	I	165,310	U.S. Department of Health and Human Services	N/A	Mt Sinai Sch of Med
93	I	10,718	U.S. Department of Health and Human Services	40-4083-00-0-85	Nat'l Bureau Econ Rsch
93	I	15,463	U.S. Department of Health and Human Services	01H056077	Nat'l Assoc St Ems
93	I	29,923	U.S. Department of Health and Human Services	9619U10-CA1353	Nat'l Chldhd Cncr Fdn
93	I	16,880	U.S. Department of Health and Human Services	N/A	Nat'l Chldhd Cncr Fdn
93	I	41,857	U.S. Department of Health and Human Services	N/A	Natural Pharmacia In
93	I	202	U.S. Department of Health and Human Services	N/A	NC Mntl Hlth Consume
93	I	10,281	U.S. Department of Health and Human Services	N/A	New York University
93	I	-28,990	U.S. Department of Health and Human Services	5545-98-01	NORC/Univ of Chicago
93	I	50,958	U.S. Department of Health and Human Services	TFED29-117	NSABP Foundation
93	I	8,546	U.S. Department of Health and Human Services	N/A	Oak Ridge Inst Scien
93	I	3,302	U.S. Department of Health and Human Services	496381	Pacific Inst Resch
93	I	198,849	U.S. Department of Health and Human Services	N/A	Pan Lutheran Ministr
93	I	642,006	U.S. Department of Health and Human Services	701-7515	Rhode Island Hospitl
93	I	1,625	U.S. Department of Health and Human Services	N/A	Row Sciences, Inc
93	I	22,806	U.S. Department of Health and Human Services	13-46U-7147	RTI
93	I	7,413	U.S. Department of Health and Human Services	1-42U-7901	RTI



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93	I	365,389	U.S. Department of Health and Human Services	1-44U-6919	RTI
93	I	73,392	U.S. Department of Health and Human Services	1-44U-8244	RTI
93	I	278,214	U.S. Department of Health and Human Services	1-51U-7778/HD33	RTI
93	I	20	U.S. Department of Health and Human Services	1-53U-7206/PO#0	RTI
93	I	-72	U.S. Department of Health and Human Services	2-46U-6703	RTI
93	I	370,772	U.S. Department of Health and Human Services	2-52U-7049	RTI
93	I	58,351	U.S. Department of Health and Human Services	290-02-0016	RTI
93	I	46,164	U.S. Department of Health and Human Services	3-46U-7578	RTI
93	I	-19	U.S. Department of Health and Human Services	4-35U-6900	RTI
93	I	210,740	U.S. Department of Health and Human Services	9-51U-7171	RTI
93	I	1,204	U.S. Department of Health and Human Services	PO# 00089949S	RTI
93	I	140,776	U.S. Department of Health and Human Services	1431	Rutgers
93	I	62,214	U.S. Department of Health and Human Services	N/A	Science Appli Int'l
93	I	35,592	U.S. Department of Health and Human Services	5-72125	Scripps Resch Inst
93	I	93,488	U.S. Department of Health and Human Services	5-72229	Scripps Resch Inst
93	I	12,772	U.S. Department of Health and Human Services	5-72320	Scripps Resch Inst
93	I	305,019	U.S. Department of Health and Human Services	N/A	Sloan-Kettering Inst
93	I	-500	U.S. Department of Health and Human Services	96IC010	Social & Scientific
93	I	129,983	U.S. Department of Health and Human Services	N/A	St Louis Univ
93	I	-2,633	U.S. Department of Health and Human Services	PY-0530	Stanford University
93	I	3,196	U.S. Department of Health and Human Services	N/A	State & Terr Injury
93	I	3,962	U.S. Department of Health and Human Services	C20113240	State of Alabama/Dph
93	I	124,497	U.S. Department of Health and Human Services	N/A	Tanglewood Rsrch Inc
93	I	36,686	U.S. Department of Health and Human Services	N/A	Tulane University
93	I	11,605	U.S. Department of Health and Human Services	3-R01-CA82525	Univ Cincinnati
93	I	26,258	U.S. Department of Health and Human Services	N/A	Univ Cincinnati
93	I	6,134	U.S. Department of Health and Human Services	2-5-80021	Univ Colorado Hlth
93	I	45,882	U.S. Department of Health and Human Services	2-5-80245	Univ Colorado Hlth
93	I	388	U.S. Department of Health and Human Services	N/A	Univ Corp Atmospheri
93	I	8,298	U.S. Department of Health and Human Services	CG0205	Univ Md-Baltimore
93	I	33,913	U.S. Department of Health and Human Services	CG0227-FY02	Univ Md-Baltimore
93	I	138,941	U.S. Department of Health and Human Services	N/A	Univ of Alabama
93	I	218	U.S. Department of Health and Human Services	N/A	Univ of Alabama-Birm
93	I	16,775	U.S. Department of Health and Human Services	5-23345/U10CA37	Univ of Chicago

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93	I	38,964	U.S. Department of Health and Human Services	N/A	Univ of Florida
93	I	12,196	U.S. Department of Health and Human Services	N/A	Univ of Hawaii
93	I	311,863	U.S. Department of Health and Human Services	N/A	Univ of Maryland
93	I	20,003	U.S. Department of Health and Human Services	R01AR47711-01/S	Univ of Maryland
93	I	79,712	U.S. Department of Health and Human Services	S01212	Univ of Maryland
93	I	111,483	U.S. Department of Health and Human Services	N/A	Univ of Memphis
93	I	-140	U.S. Department of Health and Human Services	B6367251101	Univ of Minnesota
93	I	22,189	U.S. Department of Health and Human Services	B6367251102	Univ of Minnesota
93	I	7,605	U.S. Department of Health and Human Services	B6367251103	Univ of Minnesota
93	I	42,193	U.S. Department of Health and Human Services	M4926063101	Univ of Minnesota
93	I	25,389	U.S. Department of Health and Human Services	PO#6636375204	Univ of Minnesota
93	I	96	U.S. Department of Health and Human Services	PO#H6636375202	Univ of Minnesota
93	I	7,717	U.S. Department of Health and Human Services	PO#H6636375203	Univ of Minnesota
93	I	1,442	U.S. Department of Health and Human Services	PO#S6526012105	Univ of Minnesota
93	I	145	U.S. Department of Health and Human Services	N/A	Univ of Nebraska
93	I	12,074	U.S. Department of Health and Human Services	5-35123/PO#8622	Univ of Pennsylvania
93	I	26,392	U.S. Department of Health and Human Services	PO# 411210-003G	Univ of Rochester
93	I	152,496	U.S. Department of Health and Human Services	115129	Univ of Virginia
93	I	38,443	U.S. Department of Health and Human Services	115130	Univ of Virginia
93	I	-46,815	U.S. Department of Health and Human Services	GC10357-114037	Univ of Virginia
93	I	17,956	U.S. Department of Health and Human Services	GC10533-115196	Univ of Virginia
93	I	162,183	U.S. Department of Health and Human Services	GC10749-116250	Univ of Virginia
93	I	107,745	U.S. Department of Health and Human Services	GC10817-117139	Univ of Virginia
93	I	467,561	U.S. Department of Health and Human Services	GC10825	Univ of Virginia
93	I	77,915	U.S. Department of Health and Human Services	P844060	Univ Wisconsin
93	I	15,849	U.S. Department of Health and Human Services	SH184X	University of Bath
93	I	2,685	U.S. Department of Health and Human Services	GMO-000924/GM62	UT Southwest Med Ctr
93	I	16,620	U.S. Department of Health and Human Services	GMO-010137	UT Southwest Med Ctr
93	I	302	U.S. Department of Health and Human Services	GMO-010138	UT Southwest Med Ctr
93	I	188,947	U.S. Department of Health and Human Services	N/A	UT Southwest Med Ctr
93	I	327	U.S. Department of Health and Human Services	N/A	UT Southwest Med Ctr
93	I	258,360	U.S. Department of Health and Human Services	N/A	Wake F Univ Sch Med
93.103	D	235,367	Food and Drug Administration - Research		
93.107	D	960,979	Model State-Supported Area Health Education Centers		

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93.110	D	2,677,123	Maternal and Child Health Federal Consolidated Programs		
93.110	I	3	Maternal and Child Health Federal Consolidated Programs	PO#H6636353101	Univ of Minnesota
93.110	I	56,755	Maternal and Child Health Federal Consolidated Programs	MC00022	Wake F Univ Sch Med
93.113	D	3,748,683	Biological Response to Environmental Health Hazards		
93.113	I	44,592	Biological Response to Environmental Health Hazards	303-9238/DS627	Duke Univ Med Ctr
93.113	I	11,674	Biological Response to Environmental Health Hazards	03-025	Univ Texas Med Branc
93.114	D	1,349,318	Applied Toxicological Research and Testing		
93.115	D	351,134	Biometry and Risk Estimation - Health Risks from Environmental Exposures		
93.115	I	24,803	Biometry and Risk Estimation - Health Risks from Environmental Exposures	ES09401	Harvard Univ
93.115	I	19,435	Biometry and Risk Estimation - Health Risks from Environmental Exposures	N/A	Penn State Univ
93.115	I	11,228	Biometry and Risk Estimation - Health Risks from Environmental Exposures	262302	Univ Conn Hlth Ctr
93.117	D	181,650	Grants for Preventive Medicine		
93.121	D	8,673,414	Oral Diseases and Disorders Research		
93.121	I	37,871	Oral Diseases and Disorders Research	1018759/1/22235	Research Fdn of Suny
93.121	I	38,099	Oral Diseases and Disorders Research	1025435/1/25379	Research Fdn of Suny
93.121	I	471,617	Oral Diseases and Disorders Research	PO# R148486	Research Fdn of Suny
93.121	I	316,840	Oral Diseases and Disorders Research	PO# R148526	Research Fdn of Suny
93.121	I	104,869	Oral Diseases and Disorders Research	PO# R150926	Research Fdn of Suny
93.121	I	27,449	Oral Diseases and Disorders Research	2963SC	Univ Calif-San Franc
93.121	I	47,343	Oral Diseases and Disorders Research	PO# 1087647	Univ of Pennsylvania
93.121	I	64,195	Oral Diseases and Disorders Research	DE13546	Univ of Wash-Seattle
93.135	D	3,428,316	Centers for Research and Demonstration for Health Promotion and Disease Prevention		
93.135	I	7,426	Centers for Research and Demonstration for Health Promotion and Disease Prevention	6405-277-LO-B	Univ of So Florida
93.135	I	33,768	Centers for Research and Demonstration for Health Promotion and Disease Prevention	94-593-UNC	West Virginia Univ
93.135	I	97,738	Centers for Research and Demonstration for Health Promotion and Disease Prevention	N/A	Yale-Griffin Prevnt
93.136	D	1,795,591	Injury Prevention and Control Research and State and Community Based Programs		
93.136	I	-47	Injury Prevention and Control Research and State and Community Based Programs	N/A	Univ of Alabama-Birm
93.143	D	510	NIEHS Superfund Hazardous Substances - Basic Research and Education		
93.153	I	8,981	Coordinated Services and Access to Research for Women, Infants, Children, and Youth	389-5057/DS442	Duke Univ Med Ctr
93.153	I	10,206	Coordinated Services and Access to Research for Women, Infants, Children, and Youth	389-5061/DS442	Duke Univ Med Ctr
93.154	D	744,285	Special International Postdoctoral Research Program in Acquired Immunodeficiency Syndrome		
93.155	D	786,262	Rural Health Research Centers		
93.157	D	266,640	Centers of Excellence		

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93.172	D	1,429,220	Human Genome Research		
93.173	D	2,419,442	Research Related to Deafness and Communication Disorders		
93.173	I	106,771	Research Related to Deafness and Communication Disorders	PO#8206-00385-X	Johns Hopkins Univ
93.184	D	251,649	Disabilities Prevention		
93.186	D	340,228	National Research Services Awards		
93.191	D	249,617	Allied Health Special Projects		
93.192	D	146,901	Quentin N. Burdick Programs for Rural Interdisciplinary Training		
93.213	D	860,062	Research and Training in Complementary and Alternative Medicine		
93.217	D	132,129	Family Planning - Services		
93.225	D	415,795	National Research Service Awards - Health Services Research Training		
93.226	D	1,804,160	Research on Healthcare Costs, Quality and Outcomes		
93.226	I	26,925	Research on Healthcare Costs, Quality and Outcomes	303-9453/DS470	Duke Univ
93.226	I	16,700	Research on Healthcare Costs, Quality and Outcomes	002	Shaw University
93.226	I	47,060	Research on Healthcare Costs, Quality and Outcomes	F007085	Univ of Michigan
93.230	I	13,043	Consolidated Knowledge Development and Application (KD&A) Program	02-SC-SAMHSA-10	Duke Univ
93.230	I	38	Consolidated Knowledge Development and Application (KD&A) Program	160-4551-00	Policy Resrch Assoc
93.230	I	41	Consolidated Knowledge Development and Application (KD&A) Program	160-4551-00#3	Policy Resrch Assoc
93.230	I	94,938	Consolidated Knowledge Development and Application (KD&A) Program	160-4551-00#4	Policy Resrch Assoc
93.230	I	182,879	Consolidated Knowledge Development and Application (KD&A) Program	160-4551-00#5	Policy Resrch Assoc
93.230	I	366	Consolidated Knowledge Development and Application (KD&A) Program	4100-352-11A	Policy Resrch Assoc
93.236	D	49,571	Grants for Dental Public Health Residency Training		
93.238	D	138,630	Cooperative Agreements for State Treatment Outcomes and Performance Pilot Studies Enhancement		
93.241	D	207,529	State Rural Hospital Flexibility Program		
93.242	D	8,530,143	Mental Health Research Grants		
93.242	I	22,991	Mental Health Research Grants	N/A	Columbia Univ
93.242	I	28,181	Mental Health Research Grants	01-SC-NIH-1016	Duke Univ
93.242	I	34,859	Mental Health Research Grants	3040SC	Univ Calif-San Franc
93.242	I	-526	Mental Health Research Grants	N/A	Univ of Chicago
93.242	I	68	Mental Health Research Grants	531772	Univ of Pennsylvania
93.242	I	127,670	Mental Health Research Grants	PO# 1093732	Univ of Pennsylvania
93.242	I	-825	Mental Health Research Grants	PO# 399068	Univ of Pennsylvania
93.242	I	188,231	Mental Health Research Grants	N/A	Yale University
93.247	D	218,992	Advanced Education Nursing Grant Program		

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93.249	D	446,351	Public Health Training Centers Grant Program		
93.262	D	1,103,796	Occupational Safety and Health Research Grants		
93.262	I	3,575	Occupational Safety and Health Research Grants	N/A	Marshfield Clinic Fd
93.262	I	18,295	Occupational Safety and Health Research Grants	OH03648	Wake F Univ Sch Med
93.263	D	854,643	Occupational Safety and Health - Training Grants		
93.271	D	293,124	Alcohol Research Career Development Awards for Scientists and Clinicians		
93.272	D	144,295	Alcohol National Research Service Awards for Research Training		
93.273	D	3,506,905	Alcohol Research Programs		
93.273	I	16,017	Alcohol Research Programs	303-7239/DS823	Duke Univ
93.273	I	87,354	Alcohol Research Programs	N/A	Harvard Univ
93.273	I	72,564	Alcohol Research Programs	080-01000-R6010	Thomas Jefferson Uni
93.273	I	34,725	Alcohol Research Programs	5-34334	Univ of Memphis
93.277	D	85,271	Career Development Awards		
93.278	D	220,845	Drug Abuse National Research Service Awards for Research Training		
93.279	D	4,605,203	Drug Abuse Research Programs		
93.279	I	32,347	Drug Abuse Research Programs	N/A	Flying Bridge Tech
93.279	I	85,257	Drug Abuse Research Programs	496430	Pacific Inst Resch
93.281	D	1,153,519	Mental Health Research Career/Scientist Development Awards		
93.282	D	436,966	Mental Health National Research Service Awards for Research Training		
93.283	D	2,230,386	Centers for Disease Control and Prevention - Investigations and Technical Assistance		
93.283	I	62,902	Centers for Disease Control and Prevention - Investigations and Technical Assistance	MM-0275-03/03	Assoc Amer Med College
93.283	I	46,273	Centers for Disease Control and Prevention - Investigations and Technical Assistance	02-576-UNC	West Virginia Univ
93.286	D	2,309,933	Biomedical Imaging Research		
93.287	D	189,138	Bioengineering Research		
93.306	D	1,134,068	Comparative Medicine		
93.333	D	4,973,981	Clinical Research		
93.333	I	45,454	Clinical Research	303-3408/DS827	Duke Univ
93.342	D	3,816,753	Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students		
93.358	D	131,995	Advanced Education Nursing Traineeships		
93.359	D	52,543	Nurse Education, Practice and Retention Grants		
93.361	D	5,952,094	Nursing Research		
93.361	I	12,562	Nursing Research	N/A	Emory University
93.361	I	37,016	Nursing Research	GSON00086A	Oregon Hlth Sciences

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93.361	I	10,950	Nursing Research	K016702	Univ Wisconsin-Milwa
93.371	D	3,062,279	Biomedical Technology		
93.371	I	18,074	Biomedical Technology	PO# 10217587	Univ of California
93.375	D	801,382	Minority Biomedical Research Support		
93.375	I	5,322	Minority Biomedical Research Support	001	Shaw University
93.389	D	740,448	Research Infrastructure		
93.393	D	9,571,260	Cancer Cause and Prevention Research		
93.393	I	67	Cancer Cause and Prevention Research	5-30154	Dartmouth College
93.393	I	45	Cancer Cause and Prevention Research	303-2072/DS433	Duke Univ
93.393	I	-1,801	Cancer Cause and Prevention Research	303-2491/DS494	Duke University
93.393	I	26,870	Cancer Cause and Prevention Research	303-2501/DS494	Duke University
93.393	I	1,242	Cancer Cause and Prevention Research	303-2512/DS494	Duke University
93.393	I	262,801	Cancer Cause and Prevention Research	303-2551/DS494	Duke University
93.393	I	1	Cancer Cause and Prevention Research	303-2795/DS494	Duke University
93.393	I	101,067	Cancer Cause and Prevention Research	303-2907/DS467	Duke University
93.393	I	-12,465	Cancer Cause and Prevention Research	N/A	Duke University
93.393	I	13,449	Cancer Cause and Prevention Research	2-R01-CA69222	Med Univ of Science
93.393	I	185,702	Cancer Cause and Prevention Research	1-R41-CA83369	Triangle Labs, Inc
93.393	I	17,672	Cancer Cause and Prevention Research	H20205	Univ Southern Califo
93.393	I	170,626	Cancer Cause and Prevention Research	H25986	Univ Southern Califo
93.393	I	28,943	Cancer Cause and Prevention Research	54505	Wake F Univ Sch Med
93.393	I	67	Cancer Cause and Prevention Research	P.O.#29118V/WU	Washington Univ
93.394	D	166,904	Cancer Detection and Diagnosis Research		
93.394	I	-273	Cancer Detection and Diagnosis Research	5-34850/PO#7034	Univ of Pennsylvania
93.394	I	2,709	Cancer Detection and Diagnosis Research	5-36474/PO#7984	Univ of Pennsylvania
93.394	I	112,063	Cancer Detection and Diagnosis Research	5-37816/PO#9264	Univ of Pennsylvania
93.394	I	142,196	Cancer Detection and Diagnosis Research	2112042/PO00001	Univ of Utah
93.395	D	3,765,027	Cancer Treatment Research		
93.395	I	9,115	Cancer Treatment Research	CA27469-Membership	Amer College Ob-Gyn
93.395	I	4,563	Cancer Treatment Research	R01-CA86774	Dana-Farber Cancer
93.395	I	1,976	Cancer Treatment Research	61-11-336-LO-B	Univ of So Florida
93.395	I	166,010	Cancer Treatment Research	6302-169-L0-B	Univ of So Florida
93.395	I	13,962	Cancer Treatment Research	57874	Wake F Univ Hlt Sci
93.396	D	8,751,439	Cancer Biology Research		

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93.396	I	38,700	Cancer Biology Research	303-2543/DS782	Duke University
93.396	I	10,804	Cancer Biology Research	N/A	Duke University
93.396	I	111,693	Cancer Biology Research	VUMC CA #8874	Vanderbilt Univ
93.397	D	9,092,680	Cancer Centers Support Grants		
93.398	D	2,836,825	Cancer Research Manpower		
93.399	D	756,627	Cancer Control		
93.399	I	60,904	Cancer Control	5-30292	Dartmouth College
93.399	I	14,059	Cancer Control	N/A	Dartmouth College
93.399	I	-137	Cancer Control	303-2312/DS505	Duke Univ
93.399	I	71,757	Cancer Control	N/A	NSABP Fdn
93.399	I	15,994	Cancer Control	12766	Wake F Univ Hlt Sci
93.600	D	401,892	Head Start		
93.631	D	95,130	Developmental Disabilities Projects of National Significance		
93.632	D	313,760	University Centers for Excellence in Developmental Disabilities Education, Research, and Service		
93.647	D	336,131	Social Services Research and Demonstration		
93.648	D	207,441	Child Welfare Services Training Grants		
93.670	D	709,258	Child Abuse and Neglect Discretionary Activities		
93.779	D	14,756	Centers for Medicare & Medicaid Services (CMS) Research, Demonstrations and Evaluations		
93.821	D	5,441,351	Cell Biology and Biophysics Research		
93.822	D	523,570	Health Careers Opportunity Program		
93.837	D	11,772,098	Heart and Vascular Diseases Research		
93.837	I	103,804	Heart and Vascular Diseases Research	303-6137/DS620	Duke Univ
93.837	I	60,490	Heart and Vascular Diseases Research	303-6151/DS734	Duke Univ
93.837	I	109,211	Heart and Vascular Diseases Research	303-6152/DS735	Duke Univ
93.837	I	58,667	Heart and Vascular Diseases Research	303-6343/DS469	Duke Univ
93.837	I	43,653	Heart and Vascular Diseases Research	303-6393/DS601	Duke Univ
93.837	I	142,178	Heart and Vascular Diseases Research	303-6458/DS734	Duke Univ
93.837	I	102,986	Heart and Vascular Diseases Research	303-6459/DS735	Duke Univ
93.837	I	5,894	Heart and Vascular Diseases Research	303-6146/DS725	Duke Univ Med Ctr
93.837	I	12,201	Heart and Vascular Diseases Research	303-6167/DS725	Duke Univ Med Ctr
93.837	I	71,835	Heart and Vascular Diseases Research	303-6938/DS710	Duke Univ Med Ctr
93.837	I	161,087	Heart and Vascular Diseases Research	DS800	Duke Univ Med Ctr

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93.837	I	153,380	Heart and Vascular Diseases Research	E-17-669-G3	Georgia Inst of Tech
93.837	I	47,886	Heart and Vascular Diseases Research	5-R01-HL69800	Med Univ of Sc
93.837	I	24,995	Heart and Vascular Diseases Research	4038	Rand Corporation,Inc
93.837	I	153,004	Heart and Vascular Diseases Research	02-66141	Univ Miss Med Ctr
93.837	I	7,021	Heart and Vascular Diseases Research	9806077-01	Univ of Utah
93.837	I	73	Heart and Vascular Diseases Research	851648	Univ of Wash-Seattle
93.837	I	15,428	Heart and Vascular Diseases Research	P.O.#29307M/WU-	Washington Univ
93.838	D	14,237,528	Lung Diseases Research		
93.838	I	79,641	Lung Diseases Research	N/A	Henry Ford Hlth Sys
93.839	D	8,331,034	Blood Diseases and Resources Research		
93.839	I	450	Blood Diseases and Resources Research	1-P01-HL64190-01	Children's Hosp Phil
93.839	I	33,875	Blood Diseases and Resources Research	5-P01-HL64190-02	Children's Hosp Phil
93.839	I	4,395	Blood Diseases and Resources Research	5-R01-HL61921-02	Children's Hosp Phil
93.839	I	163	Blood Diseases and Resources Research	N/A	Children's Hosp Phil
93.839	I	91,566	Blood Diseases and Resources Research	303-6160/DS746	Duke Univ Med Ctr
93.839	I	-5,719	Blood Diseases and Resources Research	303-7015/DS419	Duke Univ Med Ctr
93.839	I	18,087	Blood Diseases and Resources Research	0600 370 F054 4	Northwestern Univ
93.839	I	7,188	Blood Diseases and Resources Research	GMO-000924/GM62	UT Southwest Med Ctr
93.846	D	2,847,477	Arthritis, Musculoskeletal and Skin Diseases Research		
93.846	I	-6,437	Arthritis, Musculoskeletal and Skin Diseases Research	AG13637(K-457-1	Univ Tx Hlth Sci Ctr
93.847	D	2,598,842	Diabetes, Endocrinology and Metabolism Research		
93.847	I	40,530	Diabetes, Endocrinology and Metabolism Research	HR.76549.109002	Children's Hosp Reg Med
93.847	I	11,012	Diabetes, Endocrinology and Metabolism Research	GRU0024FGS-O-02	Northern Calif Inst
93.847	I	8,171	Diabetes, Endocrinology and Metabolism Research	N/A	Univ of Alabama-Birm
93.848	D	9,116,367	Digestive Diseases and Nutrition Research		
93.848	I	-11,092	Digestive Diseases and Nutrition Research	N/A	Temple University
93.848	I	8,997	Digestive Diseases and Nutrition Research	9906162/02	Univ of Utah
93.848	I	1,906	Digestive Diseases and Nutrition Research	PO#0000105306/9	Univ of Utah
93.849	D	1,603,048	Kidney Diseases, Urology and Hematology Research		
93.849	I	10,246	Kidney Diseases, Urology and Hematology Research	302-1261/DS733	Duke Univ
93.849	I	-725	Kidney Diseases, Urology and Hematology Research	303-1978/DS524	Duke Univ
93.849	I	216,571	Kidney Diseases, Urology and Hematology Research	303-1986/DS524	Duke Univ
93.849	I	180,735	Kidney Diseases, Urology and Hematology Research	303-1979/DS525	Duke Univ Med Ctr
93.853	D	7,572,756	Extramural Research Programs in the Neurosciences and Neurological Disorders		



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93.853	I	22,423	Extramural Research Programs in the Neurosciences and Neurological Disorders	303-8304/DS770	Duke Univ
93.853	I	57,952	Extramural Research Programs in the Neurosciences and Neurological Disorders	303-8304/DS771	Duke Univ
93.853	I	19,989	Extramural Research Programs in the Neurosciences and Neurological Disorders	P.O.4000092925	Univ of Iowa
93.853	I	48,651	Extramural Research Programs in the Neurosciences and Neurological Disorders	F007527	Univ of Michigan
93.853	I	35,785	Extramural Research Programs in the Neurosciences and Neurological Disorders	NS34447	Univ of Wash-Seattle
93.853	I	906,139	Extramural Research Programs in the Neurosciences and Neurological Disorders	NS34447	Wake F Univ Sch Med
93.853	I	57,618	Extramural Research Programs in the Neurosciences and Neurological Disorders	P.O.#297693W/WU	Washington Univ
93.854	D	1,593,217	Biological Basis Research in the Neurosciences		
93.855	D	2,899,670	Allergy, Immunology and Transplantation Research		
93.855	I	89,805	Allergy, Immunology and Transplantation Research	2-5-20209	Univ of Colorado
93.856	D	13,638,034	Microbiology and Infectious Diseases Research		
93.856	I	-21,955	Microbiology and Infectious Diseases Research	303-0752/DS404	Duke Univ Med Ctr
93.856	I	130,839	Microbiology and Infectious Diseases Research	303-0792/DS767	Duke Univ Med Ctr
93.856	I	47,047	Microbiology and Infectious Diseases Research	303-0798/DS767	Duke Univ Med Ctr
93.856	I	329,381	Microbiology and Infectious Diseases Research	N/A	Johns Hopkins Univ
93.856	I	3,243,072	Microbiology and Infectious Diseases Research	P.O.#8011-39050	Johns Hopkins Univ
93.856	I	1	Microbiology and Infectious Diseases Research	N/A	Penn State Univ
93.856	I	143,965	Microbiology and Infectious Diseases Research	200IC006	Social & Scientific
93.856	I	-9,910	Microbiology and Infectious Diseases Research	200VC006	Social & Scientific
93.856	I	267,235	Microbiology and Infectious Diseases Research	202PVCL04	Social & Scientific
93.856	I	94,283	Microbiology and Infectious Diseases Research	203VC007	Social & Scientific
93.856	I	-15,467	Microbiology and Infectious Diseases Research	97PVCL06	Social & Scientific
93.856	I	6,836	Microbiology and Infectious Diseases Research	AACTG.33.20	Social & Scientific
93.856	I	24,558	Microbiology and Infectious Diseases Research	AACTG.42.UICTU.	Social & Scientific
93.856	I	112,159	Microbiology and Infectious Diseases Research	N/A	Social & Scientific
93.856	I	196,400	Microbiology and Infectious Diseases Research	N/A	Social & Scientific
93.856	I	34,037	Microbiology and Infectious Diseases Research	3573432/K000003	Syracuse Univ
93.856	I	33,525	Microbiology and Infectious Diseases Research	K-1-550011-3912	Univ of Houston
93.859	D	9,835,067	Pharmacology, Physiology, and Biological Chemistry Research		
93.862	D	7,420,508	Genetics and Developmental Biology Research and Research Training		
93.864	D	9,959,461	Population Research		
93.864	I	64,169	Population Research	1622-UNC-JHU-36	Penn State Univ
93.864	I	91,725	Population Research	1-44U-7956/HD40	RTI
93.864	I	150,703	Population Research	4-57U-8254/HD39	RTI

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93.864	I	151,908	Population Research	#UTA01-500	Univ of Texas-Austin
93.865	D	10,381,464	Center for Research for Mothers and Children		
93.865	I	52,742	Center for Research for Mothers and Children	2012-UNC-DHHS-1	Penn State Univ
93.865	I	71,548	Center for Research for Mothers and Children	896625	Univ of Wash-Seattle
93.866	D	2,485,063	Aging Research		
93.866	I	261,854	Aging Research	JHU 8205-53703	Johns Hopkins Univ
93.866	I	-574	Aging Research	JHU 8611-63474	Johns Hopkins Univ
93.866	I	5,225	Aging Research	UNC-13662-1404	Penn State Univ
93.866	I	7,626	Aging Research	5-31985-B	Univ of Pennsylvania
93.866	I	294,669	Aging Research	K-GHBO-458-2-17	Univ TX Hlth Sci Ctr
93.866	I	13,985	Aging Research	00-053	UT Southwest Med Ctr
93.866	I	80,766	Aging Research	00-054	UT Southwest Med Ctr
93.866	I	7,222	Aging Research	50025	Wake F Univ Sch Med
93.866	I	22,093	Aging Research	52315	Wake F Univ Sch Med
93.867	D	1,100,885	Vision Research		
93.867	I	80,219	Vision Research	22-2283320	Western Michigan Un
93.879	D	397,888	Medical Library Assistance		
93.880	D	223,105	Minority Access to Research Careers		
93.884	D	160,484	Grants for Residency Training in General Internal Medicine and/or General Pediatrics		
93.887	D	1,377,260	Health Care and Other Facilities		
93.891	D	1,724,789	Alcohol Research Center Grants		
93.894	D	2,354,296	Resource and Manpower Development in the Environmental Health Sciences		
93.895	D	660,596	Grants for Faculty Development in Family Medicine		
93.896	D	263	Predoctoral Training in Primary Care (Family Medicine, General Internal Medicine/General Pediatrics)		
93.900	D	23,499	Grants for Faculty Development in General Internal Medicine and/or General Pediatrics		
93.900	I	31,826	Grants for Faculty Development in General Internal Medicine and/or General Pediatrics	597734	Univ of Wash-Seattle
93.912	D	-9,166	Rural Health Outreach and Rural Network Development Program		
93.919	I	13,790	Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	20-342-20-560-1	Southcentral Fdn
93.919	I	14,182	Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	20-342-23-560-1	Southcentral Fdn
93.929	D	22,985	Center for Medical Rehabilitation Research		
93.929	I	5,261	Center for Medical Rehabilitation Research	N/A	Univ of Ill-Chicago

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93.929	I	-4,907	Center for Medical Rehabilitation Research	5-24941	Univ of Virginia
93.932	D	755	Native Hawaiian Health Systems		
93.934	D	109,658	Fogarty International Research Collaboration Award		
93.938	D	53,727	Cooperative Agreements to Support Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems		
93.943	D	177,940	Epidemiologic Research Studies of Acquired Immunodeficiency Syndrome (AIDS) and Human Immunodeficiency Virus (HIV) Infection in Selected Population Groups		
93.960	D	1,594,796	Special Minority Initiatives		
93.964	D	144,221	Public Health Traineeships		
93.969	D	271,411	Geriatric Education Centers		
93.984	D	243,120	Academic Administrative Units in Primary Care		
93.989	D	997,900	Senior International Fellowships		
94.005	D	208,019	Learn and Serve America-Higher Education		
99	I	1,849	Other Federal Assistance	OJJDP12070	Wake F Univ Sch Med
		<u>436,300,617</u>	Total — University of North Carolina at Chapel Hill		

**University of North Carolina at Charlotte**

11.427	D	53,582	Fisheries Development and Utilization Research and Development Grants and Cooperative Agreements Program		
11.431	D	24	Climate and Atmospheric Research		
11.601	D	65,259	Calibration Program		
11.603	D	31,801	National Standard Reference Data System		
11.609	D	161,922	Measurement and Engineering Research and Standards		
11.612	I	3,597	Advanced Technology Program	2975990146	IBM
12.002	I	25,703	Procurement Technical Assistance for Business Firms	LTR DTD 1/7/02	SBTDC
12.002	I	34,181	Procurement Technical Assistance for Business Firms	MEMO NO. 2001-2	SBTDC
12.113	D	4,825	State Memorandum of Agreement Program for the Reimbursement of Technical Services		
12	D	60,709	Basic and Applied Scientific Research		
12	I	9,479	Basic and Applied Scientific Research	F004054	Univ of Michigan
12	I	52	Basic and Applied Scientific Research	297520010337	Utility Develop
12.431	D	296,200	Basic Scientific Research		
12.431	I	14,899	Basic Scientific Research	LTR DTD 9/10/02	Acad Applied Sci
12.630	I	23,158	Basic, Applied, and Advanced Research in Science and Engineering	PO TDM101816	Third Wave Syst
12.800	D	1,485,903	Air Force Defense Research Sciences Program		

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12.800	I	50,604	Air Force Defense Research Sciences Program	Z10760	Boeing
12.800	I	154	Air Force Defense Research Sciences Program	1115-04140001	NVE Corporation
12.901	D	234,388	Mathematical Sciences Grants Program		
12.902	D	55,199	Information Security Grant Program		
12.910	D	2,735	Research and Technology Development		
12.910	I	102,163	Research and Technology Development	#4300017778	BWXT Y-12,L.L.C
12.910	I	15,431	Research and Technology Development	PO#43756	Dynetics, Inc.
12.910	I	63,637	Research and Technology Development	PO#45844	Dynetics, Inc.
12.910	I	21,728	Research and Technology Development	PO#600105234	GE
14	D	165,829	U.S. Department of Housing and Urban Development		
14.511	D	94,269	Community Outreach Partnership Center Program		
14.900	I	10,007	Lead-Based Paint Hazard Control in Privately Owned Housing	Agreement 8/16/02	City of Chlt
15.611	D	1,487	Wildlife Restoration		
16.550	I	204	State Justice Statistics Program for Statistical Analysis Centers	2975-96-0354	Cdpl, Inc.
16.560	D	12,060	National Institute of Justice Research, Evaluation, and Development Project Grants		
16.609	D	26,646	Community Prosecution and Project Safe Neighborhoods		
16.710	I	5,547	Public Safety Partnership and Community Policing Grants	N/A	City of Chlt
20.205	I	2,656	Highway Planning and Construction	N/A	KHA
43.001	D	686	Aerospace Education Services Program		
43.001	I	3,091	Aerospace Education Services Program	HST-G0-06761.03-A	Space Telescope
43.002	I	9,973	Technology Transfer	1243857	Cal Tec/Jpl
43.002	I	2,531	Technology Transfer	1250825	Cal Tec/Jpl
43.002	I	35,004	Technology Transfer	1225931	Cal Tec/Jpl
43.002	I	298	Technology Transfer	N/A	Geltech, Inc.
45.025	I	49,972	Promotion of the Arts - Partnership Agreements	AGRMT 1/1/02	AAF
47.041	D	705,138	Engineering Grants		
47.041	I	310	Engineering Grants	LTR DTD 10/15/02	AAAS
47.041	I	94,564	Engineering Grants	C-5-34136	U of Mo - Col
47.041	I	1,597	Engineering Grants	EEC-9727411	Univ of Florida
47.041	I	2,976	Engineering Grants	EIES9735007	Univ of Florida
47.041	I	4,499	Engineering Grants	EIES9735007	Univ of Florida
47.041	I	56,563	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	10,726	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	16,922	Engineering Grants	UFEIE59735007	Univ of Florida

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47.041	I	10,414	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	6,816	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	8,889	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	6,066	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	12,060	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	25,920	Engineering Grants	UFEIE59735007	Univ of Florida
47.041	I	37,843	Engineering Grants	P200850	Univ of Texas
47.041	I	1,643	Engineering Grants	P200850	Univ of Texas
47.049	D	417,741	Mathematical and Physical Sciences		
47.049	I	14,000	Mathematical and Physical Sciences	LTR DTD 2/21/02	Texas A&M
47.050	I	1,500	Geosciences	PO#3000079-000	CMBE
47.070	D	252,345	Computer and Information Science and Engineering		
47.070	I	58,883	Computer and Information Science and Engineering	SC20001176-A	Univ of Cal
47.070	I	4,288	Computer and Information Science and Engineering	#01A-02510	Univ of Cincinn
47.070	I	22,796	Computer and Information Science and Engineering	PC01A-02511	Univ of Cincinn
47.074	D	16,423	Biological Sciences		
47.075	D	75,550	Social, Behavioral, and Economic Sciences		
47.075	I	2,140	Social, Behavioral, and Economic Sciences	LTR DTD 2/11/02	NRC
47.076	D	500,448	Education and Human Resources		
59.037	I	150,381	Small Business Development Center	LTR DTD 12/21/01	SBTDC
59.037	I	70	Small Business Development Center	MEMO DTD 3/31/03	SBTDC
59.037	I	174,295	Small Business Development Center	MEMO NO. 2001-01	SBTDC
64.016	D	6,455	Veterans State Hospital Care		
66.500	D	120,108	Environmental Protection Consolidated Research		
66.604	I	4,571	Environmental Justice Grants To Small Community Groups	40681	Meck County
66.604	I	15,708	Environmental Justice Grants To Small Community Groups	40681.08	Meck County
77.001	D	14,120	Radiation Control - Training Assistance and Advisory Counseling		
81.086	D	140,187	Conservation Research and Development		
81.089	I	5	Fossil Energy Research and Development	N/A	BDM-Oklahoma
81.114	I	3,976	University Nuclear Science and Reactor Support	ACL-1-31015-14	NREL
81.119	I	81,625	State Energy Program Special Projects	B515081	Univ of Cal
81.120	I	50,159	Arms Control and Nonproliferations Policy Analysis	4300015865	BWXT Y-12,L.L.C
84.007	D	295,317	Federal Supplemental Educational Opportunity Grants		
84.016	D	60,627	Undergraduate International Studies and Foreign Language Programs		

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84.032	D	1,244,168	Federal Family Education Loans		
84.033	D	411,844	Federal Work-Study Program		
84.038	D	6,165,039	Federal Perkins Loan Program - Federal Capital Contributions		
84.042	D	185,398	TRIO - Student Support Services		
84.048	I	2,674	Vocational Education - Basic Grants to States	#46080	CMBE
84.048	I	30,170	Vocational Education - Basic Grants to States	3000200-000	CMBE
84.063	D	9,491,500	Federal Pell Grant Program		
84.116	D	119,852	Fund for the Improvement of Postsecondary Education		
84.153	D	311	Business and International Education Projects		
84.195	D	185,498	Bilingual Education - Professional Development		
84.206	D	130,248	Javits Gifted and Talented Students Education Grant Program		
84.215	I	2,815	Fund for the Improvement of Education	#54186	CMBE
84.217	D	213,867	TRIO McNair Post-Baccalaureate Achievement		
84.276	I	3,245	Goals 2000-State and Local Education Systemic Improvement Grants	PO#3000157-000	CMBE
84.287	I	6,661	Twenty-First Century Community Learning Centers	Contract #2137	Cleveland Co Sch
84.298	I	28,952	Innovative Education Program Strategies	92-NC08	Natl Write Proj
84.305	D	219,255	Education Research, Development and Dissemination		
84.324	D	1,242,961	Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities		
84.324	I	21,952	Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities	513G951	U of Wisconsin
84.325	D	797,081	Special Education - Personnel Preparation to Improve Services and Results for Children with Disabilities		
84.332	I	2,500	Comprehensive School Reform Demonstration	3000201-000	CMBE
84.332	I	5,500	Comprehensive School Reform Demonstration	3000202-000	CMBE
84.332	I	5,471	Comprehensive School Reform Demonstration	3000561-000	CMBE
93.048	I	94,650	Special Programs for the Aging - Title IV - and Title II Discretionary Projects	020344	Meck County DSS
93.048	I	14,167	Special Programs for the Aging - Title IV - and Title II Discretionary Projects	020344	Meck County DSS
93.048	I	114,131	Special Programs for the Aging - Title IV - and Title II Discretionary Projects	030374	Meck County DSS
93.048	I	39,173	Special Programs for the Aging - Title IV - and Title II Discretionary Projects	030374	Meck County DSS
93.104	I	18,145	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)	19803	Pathways
93.104	I	2,920	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)	20016	Pathways

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93.115	I	100,596	Biometry and Risk Estimation - Health Risks from Environmental Exposures	2002-01	Univ of Okla
93.121	D	30,975	Oral Diseases and Disorders Research		
93.124	D	49,210	Nurse Anesthetist Traineeships		
93.134	I	19,995	Grants to Increase Organ Donations	1H390T00120-01	Sharing Network
93.173	I	39,519	Research Related to Deafness and Communication Disorders	104736-1	U of Pittsburgh
93.173	I	23,442	Research Related to Deafness and Communication Disorders	106272-1	U of Pittsburgh
93.226	D	69,483	Research on Healthcare Costs, Quality and Outcomes		
93.247	D	175,288	Advanced Education Nursing Grant Program		
93.273	D	189,134	Alcohol Research Programs		
93.333	I	98	Clinical Research	#N43MH12050	Infotech Soft
93.358	D	70,987	Advanced Education Nursing Traineeships		
93.364	D	10,876	Nursing Student Loans		
93.393	D	136,673	Cancer Cause and Prevention Research		
93.600	I	6,328	Head Start	2975-2001-0417	Quality Counts
93.846	D	193,685	Arthritis, Musculoskeletal and Skin Diseases Research		
93.848	D	827,117	Digestive Diseases and Nutrition Research		
93.853	D	240,000	Extramural Research Programs in the Neurosciences and Neurological Disorders		
93.854	D	27,844	Biological Basis Research in the Neurosciences		
93.855	D	197,842	Allergy, Immunology and Transplantation Research		
93.856	D	189,164	Microbiology and Infectious Diseases Research		
93.864	D	82,794	Population Research		
93.866	D	11,092	Aging Research		
93.912	I	8,507	Rural Health Outreach and Rural Network Development Program	Contract Dtd 8/5/02	CHS
93.912	I	584	Rural Health Outreach and Rural Network Development Program	DTD 6/1/01	CHS
93.945	I	6,914	Assistance Programs for Chronic Disease Prevention and Control	2975-02-0068	Region HIV/AIDS
		<u>30,232,552</u>	Total — University of North Carolina at Charlotte		

**University of North Carolina at Greensboro**

10	D	15,322	U.S. Department of Agriculture		
10.200	I	1,561	Grants for Agricultural Research, Special Research Grants	00-COOP-1-8843	University of Georgia
10.206	D	145,338	Grants for Agricultural Research - Competitive Research Grants		
11.417	D	1,999	Sea Grant Support		
12	D	26,998	U.S. Department of Defense		
12	I	13,397	U.S. Department of Defense	4400063469	Science Applications International Corp.

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12.100	I	1,259	Aquatic Plant Control	G010166-113794	University of Virginia
12.300	D	21,964	Basic and Applied Scientific Research		
12.420	D	120,541	Military Medical Research and Development		
12.800	I	23,827	Air Force Defense Research Sciences Program	F49620-00-1-0131	Georgia Institute of Technology
14.218	I	300	Community Development Block Grants/Entitlement Grants	HFN	City of High Point
14.218	I	595	Community Development Block Grants/Entitlement Grants	HGN	City of High Point
14.243	D	6,475	Opportunities for Youth - Youthbuild Program		
14.243	I	205,588	Opportunities for Youth - Youthbuild Program	Y-00-IM-NC-0092	High Point Housing Authority
14.511	D	62,296	Community Outreach Partnership Center Program		
14.900	I	1,150	Lead-Based Paint Hazard Control in Privately Owned Housing	220-2252-01	City of Greensboro
15	D	6,891	U.S. Department of the Interior		
15.923	D	3,794	National Center for Preservation Technology and Training		
16.609	D	17,190	Community Prosecution and Project Safe Neighborhoods		
21.008	D	16,544	Low-Income Taxpayer Clinics		
43	D	58	National Aeronautics and Space Administration		
45.129	I	5,710	Promotion of the Humanities - Federal/State Partnership	#02-22	NC Humanities Council
45.129	I	1,200	Promotion of the Humanities - Federal/State Partnership	#S01-35	NC Humanities Council
45.129	I	5,715	Promotion of the Humanities - Federal/State Partnership	#S02-07	NC Humanities Council
45.149	D	2,250	Promotion of the Humanities - Division of Preservation and Access		
45.160	D	35,520	Promotion of the Humanities - Fellowships and Stipends		
45.161	D	50,700	Promotion of the Humanities - Research		
47	D	558,278	National Science Foundation		
47.041	D	31,062	Engineering Grants		
47.049	D	31,145	Mathematical and Physical Sciences		
47.070	D	139,710	Computer and Information Science and Engineering		
47.074	D	618,299	Biological Sciences		
47.074	I	52,591	Biological Sciences	DEB-9810222	Marine Biological Laboratory
47.075	D	80,176	Social, Behavioral, and Economic Sciences		
47.076	D	284,176	Education and Human Resources		
47.078	I	28,645	Polar Programs	7074	Marine Biological Laboratory
66	I	9,103	Environmental Protection Agency	PO# S00717	University of Maryland at Baltimore
66.500	I	41,850	Environmental Protection Consolidated Research	01-SC-EPA-1033	Duke University
66.606	D	374,491	Surveys, Studies, Investigations and Special Purpose Grants		
66.951	D	2,059	Environmental Education Grants		



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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
81	I	-2	U.S. Department of Energy	DE-ACo5-00OR22800	BWXTY-12,LLC
82.010	D	54,366	College and University Partnerships Program		
84	D	8,621,084	U.S. Department of Education		
84	I	51,102	U.S. Department of Education	#ED-01-C0-0046/001	North Central Regional Educational Laboratory
84	I	16,398	U.S. Department of Education	553132	Nat'l Bd of Prof Teaching Standards
84	I	38,276	U.S. Department of Education	553133	Nat'l Bd of Prof Teaching Standards
84	I	103,140	U.S. Department of Education	553095	Nat'l Bd of Prof Teaching Standards
84.007	D	531,589	Federal Supplemental Educational Opportunity Grants		
84.032	D	13,351,923	Federal Family Education Loans		
84.033	D	392,538	Federal Work-Study Program		
84.038	D	6,117,373	Federal Perkins Loan Program - Federal Capital Contributions		
84.042	D	264,229	TRIO - Student Support Services		
84.063	D	7,713,935	Federal Pell Grant Program		
84.128	D	91,959	Rehabilitation Services - Service Projects		
84.144	D	82,097	Migrant Education - Coordination Program		
84.153	D	74,596	Business and International Education Projects		
84.170	D	32,177	Javits Fellowships		
84.214	D	344,161	Even Start - Migrant Education		
84.215	D	662,030	Fund for the Improvement of Education		
84.302	D	1,052,824	Regional Technology in Education Consortia		
84.319	D	1,480,693	Eisenhower Regional Mathematics and Science Education Consortia		
84.325	D	1,290,402	Special Education - Personnel Preparation to Improve Services and Results for Children with Disabilities		
84.339	D	394,312	Learning Anytime Anywhere Partnerships		
84.342	D	510,869	Preparing Tomorrow's Teachers to Use Technology		
89.003	D	22,589	National Historical Publications and Records Grants		
93	D	16,145	U.S. Department of Health and Human Services		
93.104	I	175,276	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)	244-07/025780301	Guilford Center
93.121	D	72,717	Oral Diseases and Disorders Research		
93.124	D	72,019	Nurse Anesthetist Traineeships		
93.135	I	25,456	Centers for Research and Demonstration for Health Promotion and Disease Prevention	553108	Q E Baker Associates
93.136	I	24,049	Injury Prevention and Control Research and State and Community Based Programs	US4/CCU622228-01	Univ. of Texas Health Science Center at Houston
93.136	I	5,422	Injury Prevention and Control Research and State and Community Based Programs	01-615	University of South Carolina

STATE of NORTH CAROLINA

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For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
93.173	D	22,567	Research Related to Deafness and Communication Disorders		
93.191	D	24,356	Allied Health Special Projects		
93.242	D	337,056	Mental Health Research Grants		
93.243	D	34,828	Substance Abuse and Mental Health Services - Projects of Regional and National Significance		
93.247	D	167,253	Advanced Education Nursing Grant Program		
93.273	D	75,237	Alcohol Research Programs		
93.279	D	20,261	Drug Abuse Research Programs		
93.283	D	100,863	Centers for Disease Control and Prevention - Investigations and Technical Assistance		
93.298	D	1,878	Nurse Practitioner and Nurse-Midwifery Education Programs		
93.358	D	147,725	Advanced Education Nursing Traineeships		
93.361	I	10,000	Nursing Research	NR04716-05	National Institute on Aging
93.399	D	44,034	Cancer Control		
93.600	D	13,857	Head Start		
93.670	D	279,850	Child Abuse and Neglect Discretionary Activities		
93.846	D	36,532	Arthritis, Musculoskeletal and Skin Diseases Research		
93.848	D	145,037	Digestive Diseases and Nutrition Research		
93.864	I	10,507	Population Research	40406885574	National Bureau of Economic Research
93.865	I	61,162	Center for Research for Mothers and Children	FY2001-086	Kansas Univ. Center for Research
93.865	I	30,405	Center for Research for Mothers and Children	FY2001-086M5	Kansas Univ. Center for Research
93.865	I	18,972	Center for Research for Mothers and Children	FY00.070.002	The Univ. of Colorado Health Sciences Center
93.866	I	56,346	Aging Research	G-42-682-G1	Georgia Institute of Technology
93.974	D	196,227	Family Planning - Service Delivery Improvement Research Grants		
		<u>48,566,464</u>	Total — University of North Carolina at Greensboro		

**University of North Carolina at Pembroke**

12	D	88,068	U.S. Department of Defense		
14	D	61,325	U.S. Department of Housing and Urban Development		
17.259	I	385,710	WIA Youth Activities	02-44-5467	LR COG
17.259	I	323,746	WIA Youth Activities	02-44-5467 Yth	LR COG
17.259	I	249,663	WIA Youth Activities	RYA02-44-5467	LR COG
19	I	24,433	U.S. Department of State	N/A	Amer Council/Intern Ed
43.001	D	38,408	Aerospace Education Services Program		
45.160	D	1,171	Promotion of the Humanities - Fellowships and Stipends		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
47.049	D	60,348	Mathematical and Physical Sciences		
84.007	D	69,672	Federal Supplemental Educational Opportunity Grants		
84.032	D	653,927	Federal Family Education Loans		
84.033	D	155,234	Federal Work-Study Program		
84.038	D	1,747,459	Federal Perkins Loan Program - Federal Capital Contributions		
84.042	D	210,270	TRIO - Student Support Services		
84.047	D	253,629	TRIO - Upward Bound		
84.063	D	5,125,309	Federal Pell Grant Program		
84.120	I	4,666	Minority Science and Engineering Improvement	N/A	Norfolk State Univ
84.299	D	122,539	Indian Education Special Programs		
93.375	I	2,006	Minority Biomedical Research Support	N/A	Indiana University
93.822	D	401,787	Health Careers Opportunity Program		
93.910	I	198,338	Family and Community Violence Prevention Program	FCVP0026-01	Central State Univ
93.926	D	506,731	Healthy Start Initiative		
93.928	I	16,500	Special Projects of National Significance	N/A	Robeson Health Care
		<u>10,700,939</u>	Total — University of North Carolina at Pembroke		

**University of North Carolina at Wilmington**

10.200	D	347,371	Grants for Agricultural Research, Special Research Grants		
11.417	I	16,291	Sea Grant Support	SCSGC	SC Sea Grant
11.420	I	22,074	Coastal Zone Management Estuarine Research Reserves	00-358	CICEET
11.420	I	17,807	Coastal Zone Management Estuarine Research Reserves	02-05-087	U.Miss/NOAA
11.429	D	6,859	Marine Sanctuary Program		
11.430	D	2,839,426	Undersea Research		
11.430	I	4,971	Undersea Research	NED-02	Nedimyer, Ken
11.430	I	5,011	Undersea Research	37NURP-2001-03-20	NURC
11.433	I	14,175	Marine Fisheries Initiative	742253	Ohio State Unvi
11.439	D	22,823	Marine Mammal Data Program		
11.440	I	19,260	Environmental Sciences, Applications, Data, and Education	FWC99184	FMRI/NOAA
11.455	I	17,298	Cooperative Science and Education Program	4-25023	Rutgers/NMFS
11.460	D	602,951	Special Oceanic and Atmospheric Projects		
11.460	I	108,733	Special Oceanic and Atmospheric Projects	03-742	Univ South Carolina
11.478	D	74,256	Center for Sponsored Coastal Ocean Research_Coastal Ocean Program		
12.300	I	13,687	Basic and Applied Scientific Research	N0014-01-1-0994	National Ocean

## STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
14.246	D	62,945	Community Development Block Grants/Brownfields Economic Development Initiative		
15.608	D	27,599	Fish and Wildlife Management Assistance		
15.615	D	5,602	Cooperative Endangered Species Conservation Fund		
15.807	D	8,034	Earthquake Hazards Reduction Program		
15.808	D	64,231	U.S. Geological Survey: Research and Data Acquisition		
15.810	D	3,204	National Cooperative Geologic Mapping Program		
15.916	I	29,455	Outdoor Recreation - Acquisition, Development and Planning	579907400-1	FIU/Nat Park Sv
16.541	I	-2,757	Juvenile Justice and Delinquency Prevention - Special Emphasis	065100FDJK314	Say Agnecies
47.049	D	104,865	Mathematical and Physical Sciences		
47.050	D	175,182	Geosciences		
47.050	I	4,166	Geosciences	418927-BA219	Texas A & M Nsr
47.050	I	14,836	Geosciences	51067-A	West Wash Univ
47.070	D	187,767	Computer and Information Science and Engineering		
47.074	D	324,484	Biological Sciences		
47.074	I	1,176	Biological Sciences	WISC-03	AAAS/NSF
47.074	I	4,089	Biological Sciences	9806743	Bigelow Lab/Oce
47.074	I	765	Biological Sciences	803207	Ciencia/NSF
47.075	D	1,453	Social, Behavioral, and Economic Sciences		
47.076	D	316,089	Education and Human Resources		
47.078	D	27,648	Polar Programs		
66.456	I	10,596	National Estuary Program	MCBP-CWA-03	Maryland Coasta
66.500	I	10,066	Environmental Protection Consolidated Research	FWC99187	FMRI/EPA
66.500	I	47,650	Environmental Protection Consolidated Research	P635151	Univ of Miami
66.607	D	10,906	Training and Fellowships for the Environmental Protection Agency		
83.551	D	17,093	Project Impact: Building Disaster Resistant Communities		
84.007	D	266,495	Federal Supplemental Educational Opportunity Grants		
84.021	D	56,087	Overseas - Group Projects Abroad		
84.033	D	362,893	Federal Work-Study Program		
84.038	D	5,355,330	Federal Perkins Loan Program - Federal Capital Contributions		
84.063	D	5,149,552	Federal Pell Grant Program		
84.116	I	11,545	Fund for the Improvement of Postsecondary Education	P116J980014-00	ETSU/Us Dept Ed
84.268	D	31,339,836	Federal Direct Student Loans		
84.335	D	33,139	Child Care Access Means Parents in School		
84.339	I	-1	Learning Anytime Anywhere Partnerships	P339B990128	NASFAA/Dept Ed

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.339	I	66,633	Learning Anytime Anywhere Partnerships	0699.10.190D	Univ Col/Den/Ed
84.342	D	246,182	Preparing Tomorrow's Teachers to Use Technology		
84.350	D	105,184	Transition to Teaching		
93.113	D	1,656,919	Biological Response to Environmental Health Hazards		
93.273	D	111,826	Alcohol Research Programs		
93.279	D	16,757	Drug Abuse Research Programs		
93.279	I	1,991	Drug Abuse Research Programs	3125-03-00	Cal Pac Med Res
93.337	I	248,722	Biomedical Research Support	S01160	Univ MD at Baltimore
93.337	I	23,649	Biomedical Research Support	S01160	Univ MD at Baltimore
93.358	D	23,393	Advanced Education Nursing Traineeships		
93.390	D	12,918	Academic Research Enhancement Award		
93.846	D	47,678	Arthritis, Musculoskeletal and Skin Diseases Research		
93.864	D	20,299	Population Research		
93.887	D	53,585	Health Care and Other Facilities		
93.972	D	11,883	Health Professions Scholarship Program		
		<u>50,812,632</u>	Total — University of North Carolina at Wilmington		

**Western Carolina University**

10.206	D	21,460	Grants for Agricultural Research - Competitive Research Grants		
10.652	D	19,836	Forestry Research		
11.303	D	423,133	Economic Development - Technical Assistance		
12.910	I	53,847	Research and Technology Development	Subcontract	Univ of So. California
14	D	4,210	U.S. Department of Housing and Urban Development		
14.246	D	32,295	Community Development Block Grants/Brownfields Economic Development Initiative		
15.608	D	5,504	Fish and Wildlife Management Assistance		
15.916	D	18,329	Outdoor Recreation - Acquisition, Development and Planning		
15.921	D	1,189	Rivers, Trails and Conservation Assistance		
15.923	D	20,365	National Center for Preservation Technology and Training		
42	I	171,836	Library of Congress	Contract	Ed & Research Consortium
45.161	D	14,575	Promotion of the Humanities - Research		
45.301	D	24,414	Institute of Museum and Library Services		
47.050	D	21,447	Geosciences		
47.074	D	21,166	Biological Sciences		
59.037	D	2,272,954	Small Business Development Center		

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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.007	D	170,162	Federal Supplemental Educational Opportunity Grants		
84.033	D	418,189	Federal Work-Study Program		
84.038	D	6,311,421	Federal Perkins Loan Program - Federal Capital Contributions		
84.042	D	256,982	TRIO - Student Support Services		
84.044	D	284,163	TRIO - Talent Search		
84.047	D	286,596	TRIO - Upward Bound		
84.063	D	4,107,234	Federal Pell Grant Program		
84.268	D	15,857,552	Federal Direct Student Loans		
84.325	D	703,206	Special Education - Personnel Preparation to Improve Services and Results for Children with Disabilities		
93.364	D	6,440	Nursing Student Loans		
		<u>31,528,505</u>	Total — Western Carolina University		

**Winston-Salem State University**

12.420	D	245,940	Military Medical Research and Development		
14	D	496,984	U.S. Department of Housing and Urban Development		
14.219	D	389,964	Community Development Block Grants/Small Cities Program		
14.246	D	1,810,229	Community Development Block Grants/Brownfields Economic Development Initiative		
16.560	D	46,121	National Institute of Justice Research, Evaluation, and Development Project Grants		
16.595	D	235,713	Executive Office for Weed and Seed		
20.215	D	14,248	Highway Training and Education		
43	D	125,078	National Aeronautics and Space Administration		
43.001	I	8,000	Aerospace Education Services Program	N/A	NASA Scholarship
47	I	73,896	National Science Foundation	557210-557310	NSF (Sci Max)
59	I	100,460	Small Business Administration	555700	Small Bus of NC
84	D	66,257	U.S. Department of Education		
84.007	D	467,368	Federal Supplemental Educational Opportunity Grants		
84.031	D	1,463,265	Higher Education - Institutional Aid		
84.032	D	3,933,841	Federal Family Education Loans		
84.033	D	463,044	Federal Work-Study Program		
84.038	D	1,361,566	Federal Perkins Loan Program - Federal Capital Contributions		
84.042	D	177,117	TRIO - Student Support Services		
84.047	D	328,274	TRIO - Upward Bound		
84.063	D	5,241,708	Federal Pell Grant Program		

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**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.120	D	220,216	Minority Science and Engineering Improvement		
84.342	D	94,642	Preparing Tomorrow's Teachers to Use Technology		
93.032	D	2,412	Community Services Block Grant - Discretionary Awards		
93.106	D	166,367	Minority International Research Training Grant in the Biomedical and Behavioral Sciences		
93.364	D	8,225	Nursing Student Loans		
93.375	D	152,942	Minority Biomedical Research Support		
93.389	D	444,241	Research Infrastructure		
93.397	D	38,236	Cancer Centers Support Grants		
93.822	D	214,422	Health Careers Opportunity Program		
93.837	D	118,443	Heart and Vascular Diseases Research		
93.925	D	644,066	Scholarships for Health Professions Students from Disadvantaged Backgrounds		
		<u>19,153,285</u>	Total — Winston-Salem State University		
		<u>1,074,833,090</u>	Total — University of North Carolina System		

*Community Colleges:*

**Alamance Community College**

84.007	D	69,376	Federal Supplemental Educational Opportunity Grants		
84.033	D	159,678	Federal Work-Study Program		
84.063	D	2,538,395	Federal Pell Grant Program		
84.335	D	10,200	Child Care Access Means Parents in School		
		<u>2,777,649</u>	Total — Alamance Community College		

**Asheville-Buncombe Community College**

17.253	I	650	Welfare-to-Work Grants to States and Localities	WTW-2001-3751-46-22	Buncombe County
17.253	I	41,629	Welfare-to-Work Grants to States and Localities	WTW-2002-3751-46-05	Buncombe County
17.258	I	354	WIA Adult Program	WIA-2001-0412-46-28	Buncombe County
17.258	I	17,386	WIA Adult Program	WIA-2002-0412-46-02	Buncombe County
17.258	I	31,043	WIA Adult Program	WIA-2002-0412-46-03	Buncombe County
17.260	I	20,361	WIA Dislocated Workers	WIA-2002-0412-46-02	Buncombe County
17.260	I	41,010	WIA Dislocated Workers	WIA-2002-0412-46-03	Buncombe County
84.007	D	69,718	Federal Supplemental Educational Opportunity Grants		
84.032	D	122,619	Federal Family Education Loans		

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.033	D	57,253	Federal Work-Study Program		
84.063	D	2,481,202	Federal Pell Grant Program		
93.558	I	20,433	Temporary Assistance for Needy Families	K-11068	Buncombe County
		<u>2,903,658</u>	Total — Asheville-Buncombe Community College		
<b>Beaufort County Community College</b>					
84.007	D	22,236	Federal Supplemental Educational Opportunity Grants		
84.031	D	208,306	Higher Education - Institutional Aid		
84.033	D	39,916	Federal Work-Study Program		
84.042	D	276,082	TRIO - Student Support Services		
84.063	D	2,090,809	Federal Pell Grant Program		
		<u>2,637,349</u>	Total — Beaufort County Community College		
<b>Bladen Community College</b>					
17.258	D	183,633	WIA Adult Program		
17.259	D	163,557	WIA Youth Activities		
17.260	D	121,263	WIA Dislocated Workers		
84.033	D	35,000	Federal Work-Study Program		
84.063	D	2,466,824	Federal Pell Grant Program		
		<u>2,970,277</u>	Total — Bladen Community College		
<b>Blue Ridge Community College</b>					
17.258	D	56,644	WIA Adult Program		
17.259	D	25,818	WIA Youth Activities		
17.260	D	276,275	WIA Dislocated Workers		
84.007	D	19,629	Federal Supplemental Educational Opportunity Grants		
84.033	D	22,383	Federal Work-Study Program		
84.063	D	877,471	Federal Pell Grant Program		
		<u>1,278,220</u>	Total — Blue Ridge Community College		
<b>Brunswick Community College</b>					
17.250	I	80	Job Training Partnership Act	0-2020-33-5631-00	Cape Fear COG
17.250	I	26,274	Job Training Partnership Act	0-3751-33-5626-00-00-IR	Cape Fear COG
17.250	I	21,826	Job Training Partnership Act	0-3751-33-5626-00-00-IR	Cape Fear COG



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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
17.258	I	1,195	WIA Adult Program	0-2020-33-5637-00	Cape Fear COG
17.259	I	87	WIA Youth Activities	0-2040-33-5935-00	Cape Fear COG
17.260	I	12	WIA Dislocated Workers	0-2030-33-5631-00	Cape Fear COG
84.063	D	1,166,829	Federal Pell Grant Program		
		<u>1,216,303</u>	Total — Brunswick Community College		

**Caldwell Community College**

84.007	D	27,821	Federal Supplemental Educational Opportunity Grants
84.031	D	376,323	Higher Education - Institutional Aid
84.033	D	60,127	Federal Work-Study Program
84.042	D	256,794	TRIO - Student Support Services
84.044	D	140,884	TRIO - Talent Search
84.063	D	2,802,148	Federal Pell Grant Program
		<u>3,664,097</u>	Total — Caldwell Community College

**Cape Fear Community College**

14.219	I	174	Community Development Block Grants/Small Cities Program	N/A	Housing Auth City of Wilmington
17.258	I	1,904	WIA Adult Program	01-2020-33-5632	Cape Fear COG
17.258	I	543	WIA Adult Program	01-3590-33-5632	Cape Fear COG
17.258	I	2,273	WIA Adult Program	01-3751-33-5632	Cape Fear COG
17.258	I	49,806	WIA Adult Program	02-2020-33-5632	Cape Fear COG
17.258	I	6,544	WIA Adult Program	02-3751-33-5632	Cape Fear COG
17.259	I	-100	WIA Youth Activities	01-2040-33-5632	Cape Fear COG
17.259	I	3,229	WIA Youth Activities	02-2040-33-5632	Cape Fear COG
17.260	I	65,204	WIA Dislocated Workers	02-2030-33-5632	Cape Fear COG
84.003	D	141,333	Bilingual Education		
84.007	D	114,908	Federal Supplemental Educational Opportunity Grants		
84.032	D	89,621	Federal Family Education Loans		
84.063	D	4,058,869	Federal Pell Grant Program		
		<u>4,534,308</u>	Total — Cape Fear Community College		

**Carteret Community College**

17.258	D	50,079	WIA Adult Program
47	D	40,333	National Science Foundation

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.007	D	29,793	Federal Supplemental Educational Opportunity Grants		
84.032	D	11,506	Federal Family Education Loans		
84.033	D	44,311	Federal Work-Study Program		
84.063	D	1,761,528	Federal Pell Grant Program		
84.066	D	243,129	TRIO - Educational Opportunity Centers		
		<u>2,180,679</u>	Total — Carteret Community College		
<b><u>Catawba Valley Community College</u></b>					
84.007	D	28,665	Federal Supplemental Educational Opportunity Grants		
84.033	D	17,188	Federal Work-Study Program		
84.063	D	2,808,090	Federal Pell Grant Program		
		<u>2,853,943</u>	Total — Catawba Valley Community College		
<b><u>Central Carolina Community College</u></b>					
84.007	D	50,873	Federal Supplemental Educational Opportunity Grants		
84.033	D	66,153	Federal Work-Study Program		
84.063	D	3,766,326	Federal Pell Grant Program		
84.335	D	12,954	Child Care Access Means Parents in School		
		<u>3,896,306</u>	Total — Central Carolina Community College		
<b><u>Central Piedmont Community College</u></b>					
16	D	377,587	U.S. Department of Justice		
84.007	D	231,596	Federal Supplemental Educational Opportunity Grants		
84.033	D	311,723	Federal Work-Study Program		
84.038	D	41,228	Federal Perkins Loan Program - Federal Capital Contributions		
84.042	D	238,777	TRIO - Student Support Services		
84.044	D	323,759	TRIO - Talent Search		
84.047	D	212,755	TRIO - Upward Bound		
84.063	D	5,574,361	Federal Pell Grant Program		
84.078	I	30,778	Special Education - Postsecondary Education Programs for Persons with Disabilities	H324A010003-02	Univ of Tenn
		<u>7,342,564</u>	Total — Central Piedmont Community College		
<b><u>Cleveland Community College</u></b>					
84.007	D	30,312	Federal Supplemental Educational Opportunity Grants		

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Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.033	D	30,600	Federal Work-Study Program		
84.063	D	2,246,787	Federal Pell Grant Program		
		<u>2,307,699</u>	Total — Cleveland Community College		

**Coastal Carolina Community College**

17.250	I	9,091	Job Training Partnership Act	02-2050-40-6035-07	ECWDB
17.258	I	6,000	WIA Adult Program	02-2010-40-6035-07	ECWDB
17.258	I	226,763	WIA Adult Program	02-2020-40-6035-07	ECWDB
84.007	D	19,871	Federal Supplemental Educational Opportunity Grants		
84.033	D	64,752	Federal Work-Study Program		
84.063	D	3,414,497	Federal Pell Grant Program		
		<u>3,740,974</u>	Total — Coastal Carolina Community College		

**College of the Albemarle**

84.007	D	56,910	Federal Supplemental Educational Opportunity Grants		
84.033	D	39,759	Federal Work-Study Program		
84.042	D	238,523	TRIO - Student Support Services		
84.063	D	1,909,752	Federal Pell Grant Program		
84.066	D	107,404	TRIO - Educational Opportunity Centers		
		<u>2,352,348</u>	Total — College of the Albemarle		

**Craven Community College**

84.007	D	100,445	Federal Supplemental Educational Opportunity Grants		
84.032	D	354,471	Federal Family Education Loans		
84.033	D	75,118	Federal Work-Study Program		
84.063	D	2,582,536	Federal Pell Grant Program		
		<u>3,112,570</u>	Total — Craven Community College		

**Davidson Community College**

84.007	D	47,374	Federal Supplemental Educational Opportunity Grants		
84.033	D	43,030	Federal Work-Study Program		
84.042	D	249,670	TRIO - Student Support Services		
84.063	D	2,793,310	Federal Pell Grant Program		
		<u>3,133,384</u>	Total — Davidson Community College		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>Durham Technical Community College</u></b>					
84.007	D	35,360	Federal Supplemental Educational Opportunity Grants		
84.033	D	26,845	Federal Work-Study Program		
84.063	D	3,305,788	Federal Pell Grant Program		
94.002	D	59,350	Retired and Senior Volunteer Program		
		<u>3,427,343</u>	Total — Durham Technical Community College		
<b><u>Edgecombe Community College</u></b>					
17.255	I	1,136,670	Workforce Investment Act	9-3590-21-4466	Upper C.P. COG
17.255	I	81,049	Workforce Investment Act	9-3590-21-4466	Upper C.P. COG
17.255	I	76,199	Workforce Investment Act	9-3590-21-4466	Upper C.P. COG
84.007	D	15,000	Federal Supplemental Educational Opportunity Grants		
84.033	D	25,420	Federal Work-Study Program		
84.063	D	3,533,658	Federal Pell Grant Program		
		<u>4,867,996</u>	Total — Edgecombe Community College		
<b><u>Fayetteville Technical Community College</u></b>					
84.007	D	81,638	Federal Supplemental Educational Opportunity Grants		
84.033	D	137,573	Federal Work-Study Program		
84.038	D	891	Federal Perkins Loan Program - Federal Capital Contributions		
84.063	D	7,803,458	Federal Pell Grant Program		
93.925	D	29,724	Scholarships for Health Professions Students from Disadvantaged Backgrounds		
		<u>8,053,284</u>	Total — Fayetteville Technical Community College		
<b><u>Forsyth Community College</u></b>					
17.260	D	2,492	WIA Dislocated Workers		
82	I	113,765	United States Information Agency	1A-PSLJ-G7190246	Southeastern CC
84	D	95,684	U.S. Department of Education		
84.007	D	88,691	Federal Supplemental Educational Opportunity Grants		
84.033	D	56,251	Federal Work-Study Program		
84.063	D	4,427,732	Federal Pell Grant Program		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.116	I	4,536	Fund for the Improvement of Postsecondary Education	P116B010644	Tidewater CC
84.116	I	2,099	Fund for the Improvement of Postsecondary Education	P116P980035	Tidewater CC
		<u>4,791,250</u>	Total — Forsyth Community College		
<b><u>Gaston College</u></b>					
84.007	D	54,827	Federal Supplemental Educational Opportunity Grants		
84.033	D	39,797	Federal Work-Study Program		
84.063	D	3,758,048	Federal Pell Grant Program		
		<u>3,852,672</u>	Total — Gaston College		
<b><u>Guilford Technical Community College</u></b>					
84.007	D	90,533	Federal Supplemental Educational Opportunity Grants		
84.032	D	1,210,639	Federal Family Education Loans		
84.033	D	102,673	Federal Work-Study Program		
84.063	D	5,659,346	Federal Pell Grant Program		
		<u>7,063,191</u>	Total — Guilford Technical Community College		
<b><u>Halifax Community College</u></b>					
17.255	D	458,243	Workforce Investment Act		
84.007	D	51,006	Federal Supplemental Educational Opportunity Grants		
84.033	D	90,888	Federal Work-Study Program		
84.042	D	280,713	TRIO - Student Support Services		
84.063	D	2,954,279	Federal Pell Grant Program		
84.066	D	130,805	TRIO - Educational Opportunity Centers		
84.355	D	15,696	Child Care Provider Loan Forgiveness Demonstration		
		<u>3,981,630</u>	Total — Halifax Community College		
<b><u>Haywood Community College</u></b>					
84.007	D	34,250	Federal Supplemental Educational Opportunity Grants		
84.032	D	91,755	Federal Family Education Loans		
84.033	D	35,247	Federal Work-Study Program		
84.063	D	1,780,691	Federal Pell Grant Program		
		<u>1,941,943</u>	Total — Haywood Community College		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>Isothermal Community College</u></b>					
84.007	D	14,370	Federal Supplemental Educational Opportunity Grants		
84.033	D	19,213	Federal Work-Study Program		
84.038	D	11,921	Federal Perkins Loan Program - Federal Capital Contributions		
84.063	D	2,008,916	Federal Pell Grant Program		
		<u>2,054,420</u>	Total — Isothermal Community College		
<b><u>James Sprunt Community College</u></b>					
84.007	D	31,815	Federal Supplemental Educational Opportunity Grants		
84.032	D	2,137	Federal Family Education Loans		
84.033	D	45,305	Federal Work-Study Program		
84.042	D	294,688	TRIO - Student Support Services		
84.044	D	241,826	TRIO - Talent Search		
84.047	D	289,868	TRIO - Upward Bound		
84.063	D	1,743,720	Federal Pell Grant Program		
93.364	D	15,141	Nursing Student Loans		
		<u>2,664,500</u>	Total — James Sprunt Community College		
<b><u>Johnston Community College</u></b>					
84.032	D	302,735	Federal Family Education Loans		
84.042	D	222,311	TRIO - Student Support Services		
84.063	D	1,956,933	Federal Pell Grant Program		
84.033	D	58,089	Federal Work-Study Program		
84.007	D	33,083	Federal Supplemental Educational Opportunity Grant		
		<u>2,573,151</u>	Total — Johnston Community College		
<b><u>Lenoir Community College</u></b>					
17.255	I	28,508	Workforce Investment Act	02-2031-40-6169	East Carolina Workforce Dev Board
17.255	I	392,121	Workforce Investment Act	02-2020-40-+169	East Carolina Workforce Dev Board
17.255	I	501,193	Workforce Investment Act	02-2030-40-6169	East Carolina Workforce Dev Board
17.255	I	71,833	Workforce Investment Act	02-2040-40-6169	East Carolina Workforce Dev Board
17.255	I	51,405	Workforce Investment Act	02-2050-40-6169	East Carolina Workforce Dev Board
84.032	D	26,109	Federal Family Education Loans		
84.033	D	42,494	Federal Work-Study Program		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.063	D	3,303,154	Federal Pell Grant Program		
		4,416,817	Total — Lenoir Community College		
<b><u>Martin Community College</u></b>					
84.007	D	17,084	Federal Supplemental Educational Opportunity Grants		
84.033	D	25,869	Federal Work-Study Program		
84.063	D	1,276,268	Federal Pell Grant Program		
		1,319,221	Total — Martin Community College		
<b><u>Mayland Community College</u></b>					
17.255	I	41,000	Workforce Investment Act	01/3590-16-1380	Region D
17.258	I	84,949	WIA Adult Program	01/2020-49-1380	Region D
17.258	I	1,784	WIA Adult Program	01-00-2050-49-1380-06	Region D
17.258	I	8,179	WIA Adult Program	01-00-2050-49-1380-61	Region D
17.259	I	85,964	WIA Youth Activities	01/2040-49-1380	Region D
17.260	I	126,947	WIA Dislocated Workers	01/2030-49-1380	Region D
17.260	I	50,000	WIA Dislocated Workers	02/303-49-1380	Region D
84.007	D	26,535	Federal Supplemental Educational Opportunity Grants		
84.033	D	22,342	Federal Work-Study Program		
84.042	D	242,531	TRIO - Student Support Services		
84.063	D	891,946	Federal Pell Grant Program		
93.575	D	29,922	Child Care and Development Block Grant		
93.575	I	8,063	Child Care and Development Block Grant	N/A	Headstart
93.575	I	1,203	Child Care and Development Block Grant	N/A	Headstart
		1,621,365	Total — Mayland Community College		
<b><u>McDowell Community College</u></b>					
17.254	I	16,249	Welfare-to-Work Grants to Federally Recognized Tribes and Alaska Natives	02-2020-01	Isothermal PDC
17.254	I	18,463	Welfare-to-Work Grants to Federally Recognized Tribes and Alaska Natives	PY-1998-WTW-2	Isothermal PDC
17.258	I	25,870	WIA Adult Program	02-2020-01	Isothermal PDC
17.259	I	87,683	WIA Youth Activities	01-2040-02	Isothermal PDC
84.007	D	27,195	Federal Supplemental Educational Opportunity Grants		
84.033	D	28,682	Federal Work-Study Program		

STATE of NORTH CAROLINA

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For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.063	D	1,407,758	Federal Pell Grant Program		
		1,611,900	Total — McDowell Community College		
<b><u>Mitchell Community College</u></b>					
84.007	D	45,085	Federal Supplemental Educational Opportunity Grants		
84.033	D	20,181	Federal Work-Study Program		
84.063	D	1,821,679	Federal Pell Grant Program		
		1,886,945	Total — Mitchell Community College		
<b><u>Montgomery Community College</u></b>					
17.258	D	71,761	WIA Adult Program		
17.260	D	202,855	WIA Dislocated Workers		
84.007	D	30,169	Federal Supplemental Educational Opportunity Grants		
84.033	D	12,133	Federal Work-Study Program		
84.063	D	1,066,885	Federal Pell Grant Program		
		1,383,803	Total — Montgomery Community College		
<b><u>Nash Community College</u></b>					
84.033	D	23,339	Federal Work-Study Program		
84.042	D	246,061	TRIO - Student Support Services		
84.063	D	1,920,137	Federal Pell Grant Program		
		2,189,537	Total — Nash Community College		
<b><u>Pamlico Community College</u></b>					
84.007	D	9,760	Federal Supplemental Educational Opportunity Grants		
84.033	D	4,498	Federal Work-Study Program		
84.063	D	432,987	Federal Pell Grant Program		
		447,245	Total — Pamlico Community College		
<b><u>Piedmont Community College</u></b>					
17.253	I	30,138	Welfare-to-Work Grants to States and Localities	02-3751-43-4236-00-WTW	Council of Governments
17.258	I	36,708	WIA Adult Program	02-2020-43-4236-00-13	Council of Governments
17.258	I	3,246	WIA Adult Program	N/A	Council of Governments
17.259	I	12,705	WIA Youth Activities	02-2040-43-4236-00-13	Council of Governments



STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
17.259	I	84,150	WIA Youth Activities	02-2040-43-4236-00-43	Council of Governments
17.259	I	4,328	WIA Youth Activities	N/A	Council of Governments
17.260	I	47,608	WIA Dislocated Workers	02-2020-43-4236-00-00	Council of Governments
17.260	I	4,187	WIA Dislocated Workers	N/A	Council of Governments
84.007	D	20,886	Federal Supplemental Educational Opportunity Grants		
84.033	D	43,147	Federal Work-Study Program		
84.042	D	322,658	TRIO - Student Support Services		
84.063	D	1,891,077	Federal Pell Grant Program		
84.066	D	530,588	TRIO - Educational Opportunity Centers		
		<u>3,031,426</u>	Total — Piedmont Community College		

**Pitt Community College**

10.558	D	17,751	Child and Adult Care Food Program		
17.258	D	184,348	WIA Adult Program		
17.259	D	33,020	WIA Youth Activities		
17.260	D	250,334	WIA Dislocated Workers		
84.007	D	110,038	Federal Supplemental Educational Opportunity Grants		
84.032	D	48,296	Federal Family Education Loans		
84.033	D	127,233	Federal Work-Study Program		
84.038	D	4,533	Federal Perkins Loan Program - Federal Capital Contributions		
84.063	D	4,893,494	Federal Pell Grant Program		
84.335	D	18,294	Child Care Access Means Parents in School		
93.364	D	2,657	Nursing Student Loans		
		<u>5,689,998</u>	Total — Pitt Community College		

**Randolph Community College**

84.007	D	28,028	Federal Supplemental Educational Opportunity Grants		
84.033	D	49,311	Federal Work-Study Program		
84.042	D	241,094	TRIO - Student Support Services		
84.063	D	2,643,371	Federal Pell Grant Program		
		<u>2,961,804</u>	Total — Randolph Community College		

**Richmond Community College**

17.253	I	47,089	Welfare-to-Work Grants to States and Localities	01-44-3059	LRCOG
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STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
17.253	I	14,813	Welfare-to-Work Grants to States and Localities	01-44-3059	LRCOG
84.007	D	30,000	Federal Supplemental Educational Opportunity Grants		
84.033	D	59,572	Federal Work-Study Program		
84.063	D	2,875,403	Federal Pell Grant Program		
		<u>3,026,877</u>	Total — Richmond Community College		

**Roanoke-Chowan Community College**

84.007	D	30,084	Federal Supplemental Educational Opportunity Grants		
84.033	D	46,042	Federal Work-Study Program		
84.042	D	272,753	TRIO - Student Support Services		
84.063	D	1,981,623	Federal Pell Grant Program		
		<u>2,330,502</u>	Total — Roanoke-Chowan Community College		

**Robeson Community College**

84.007	D	32,960	Federal Supplemental Educational Opportunity Grants		
84.033	D	26,077	Federal Work-Study Program		
84.063	D	3,711,156	Federal Pell Grant Program		
		<u>3,770,193</u>	Total — Robeson Community College		

**Rockingham Community College**

17.259	D	52,740	WIA Youth Activities		
84.007	D	16,000	Federal Supplemental Educational Opportunity Grants		
84.032	D	10,536	Federal Family Education Loans		
84.033	D	40,000	Federal Work-Study Program		
84.063	D	1,606,412	Federal Pell Grant Program		
		<u>1,725,688</u>	Total — Rockingham Community College		

**Rowan-Cabarrus Community College**

84.007	D	11,883	Federal Supplemental Educational Opportunity Grants		
84.033	D	8,041	Federal Work-Study Program		
84.063	D	4,043,798	Federal Pell Grant Program		
		<u>4,063,722</u>	Total — Rowan-Cabarrus Community College		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>Sampson Community College</u></b>					
84.007	D	47,670	Federal Supplemental Educational Opportunity Grants		
84.033	D	52,942	Federal Work-Study Program		
84.042	D	234,116	TRIO - Student Support Services		
84.063	D	2,047,419	Federal Pell Grant Program		
84.335	D	7,304	Child Care Access Means Parents in School		
		<u>2,389,451</u>	Total — Sampson Community College		
<b><u>Sandhills Community College</u></b>					
84.007	D	52,500	Federal Supplemental Educational Opportunity Grants		
84.032	D	6,251	Federal Family Education Loans		
84.033	D	98,433	Federal Work-Study Program		
84.042	D	219,201	TRIO - Student Support Services		
84.063	D	4,197,181	Federal Pell Grant Program		
		<u>4,573,566</u>	Total — Sandhills Community College		
<b><u>South Piedmont Community College</u></b>					
84.007	D	29,422	Federal Supplemental Educational Opportunity Grants		
84.033	D	62,840	Federal Work-Study Program		
84.063	D	1,917,688	Federal Pell Grant Program		
		<u>2,009,950</u>	Total — South Piedmont Community College		
<b><u>Southeastern Community College</u></b>					
17	D	771,210	U.S. Department of Labor		
17.250	D	27,066	Job Training Partnership Act		
17.258	D	523,171	WIA Adult Program		
17.259	D	113,704	WIA Youth Activities		
17.260	D	290,182	WIA Dislocated Workers		
82.000	D	308,586	United States Information Agency		
84.003	D	65,247	Bilingual Education		
84.007	D	51,594	Federal Supplemental Educational Opportunity Grants		
84.031	D	9,900	Higher Education - Institutional Aid		
84.032	D	39,440	Federal Family Education Loans		
84.038	D	12,837	Federal Perkins Loan Program - Federal Capital Contributions		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
84.044	D	276,645	TRIO - Talent Search		
84.047	D	337,735	TRIO - Upward Bound		
84.063	D	3,204,803	Federal Pell Grant Program		
93.364	D	34,007	Nursing Student Loans		
94.002	D	94,368	Retired and Senior Volunteer Program		
		<u>6,160,495</u>	Total — Southeastern Community College		

**Southwestern Community College**

11.552	D	307,688	Technology Opportunities		
23.001	D	126,963	Appalachian Regional Development		
84.007	D	47,835	Federal Supplemental Educational Opportunity Grants		
84.031	D	389,308	Higher Education - Institutional Aid		
84.033	D	55,382	Federal Work-Study Program		
84.042	D	250,125	TRIO - Student Support Services		
84.047	D	292,176	TRIO - Upward Bound		
84.063	D	1,882,361	Federal Pell Grant Program		
84.334	D	598,329	Gaining Early Awareness and Readiness for Undergraduate Programs		
		<u>3,950,167</u>	Total — Southwestern Community College		

**Stanly Community College**

17.261	D	1,057,333	Employment and Training Administration Pilots, Demonstrations and Research Projects		
84.007	D	22,059	Federal Supplemental Educational Opportunity Grants		
84.031	D	10,858	Higher Education - Institutional Aid		
84.033	D	38,790	Federal Work-Study Program		
84.063	D	1,453,543	Federal Pell Grant Program		
		<u>2,582,583</u>	Total — Stanly Community College		

**Surry Community College**

84.007	D	27,000	Federal Supplemental Educational Opportunity Grants		
84.033	D	52,072	Federal Work-Study Program		
84.063	D	2,440,099	Federal Pell Grant Program		
		<u>2,519,171</u>	Total — Surry Community College		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>Tri-County Community College</u></b>					
84.007	D	20,849	Federal Supplemental Educational Opportunity Grants		
84.027	D	234,869	Special Education - Grants to States		
84.033	D	25,828	Federal Work-Study Program		
84.063	D	1,731,339	Federal Pell Grant Program		
		<u>2,012,885</u>	Total — Tri-County Community College		
<b><u>Vance-Granville Community College</u></b>					
17.258	I	-750	WIA Adult Program	01-2020-43-4316-00-11/12RG	Kerr-Tar COG
17.258	I	2,081	WIA Adult Program	01-2020-43-4316-00-13-IR	Kerr-Tar COG
17.258	I	129,796	WIA Adult Program	02-2020-43-4316-00-11/12RG	Kerr-Tar COG
17.258	I	260,865	WIA Adult Program	02-2020-43-4316-00-13-IR	Kerr-Tar COG
17.258	I	1,696	WIA Adult Program	03-3590-20-4316-BJ-13-CS-24	Kerr-Tar COG
17.259	I	63	WIA Youth Activities	01-2040-43-4316-00-13-IR	Kerr-Tar COG
17.259	I	70,343	WIA Youth Activities	02-2040-43-4316-00-13-IR	Kerr-Tar COG
17.259	I	8,055	WIA Youth Activities	Enhancement Grant	Kerr-Tar COG
17.260	I	692	WIA Dislocated Workers	01-3751-43-4316-WTW	Kerr-Tar COG
17.260	I	208,541	WIA Dislocated Workers	02-2020-43-4316-E	Kerr-Tar COG
17.260	I	90,589	WIA Dislocated Workers	02-3751-43-4316-WTW	Kerr-Tar COG
84.007	D	67,845	Federal Supplemental Educational Opportunity Grants		
84.033	D	127,851	Federal Work-Study Program		
84.042	D	247,416	TRIO - Student Support Services		
84.063	D	5,034,118	Federal Pell Grant Program		
		<u>6,249,201</u>	Total — Vance-Granville Community College		
<b><u>Wake Technical Community College</u></b>					
47.076	D	306,199	Education and Human Resources		
84.007	D	60,690	Federal Supplemental Educational Opportunity Grants		
84.032	D	768,481	Federal Family Education Loans		
84.033	D	45,089	Federal Work-Study Program		
84.063	D	5,050,953	Federal Pell Grant Program		
84.141	D	197,665	Migrant Education - High School Equivalency Program		
84.335	D	26,437	Child Care Access Means Parents in School		
		<u>6,455,514</u>	Total — Wake Technical Community College		

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b><u>Wayne Community College</u></b>					
17.258	I	227,284	WIA Adult Program	02-2020-40-6331-09	ECWDB
17.259	I	189,876	WIA Youth Activities	02-2040-40-6331-09	ECWDB
17.260	I	238,327	WIA Dislocated Workers	02-2003-40-6331-09	ECWDB
84.007	D	50,000	Federal Supplemental Educational Opportunity Grants		
84.033	D	82,990	Federal Work-Study Program		
84.038	D	1,661	Federal Perkins Loan Program - Federal Capital Contributions		
84.063	D	2,954,473	Federal Pell Grant Program		
94.016	D	40,214	Senior Companion Program		
		<u>3,784,825</u>	Total — Wayne Community College		
<b><u>Western Piedmont Community College</u></b>					
84.007	D	38,829	Federal Supplemental Educational Opportunity Grants		
84.032	D	21,850	Federal Family Education Loans		
84.033	D	72,319	Federal Work-Study Program		
84.044	D	240,475	TRIO - Talent Search		
84.063	D	3,187,496	Federal Pell Grant Program		
		<u>3,560,969</u>	Total — Western Piedmont Community College		
<b><u>Wilkes Community College</u></b>					
17.253	I	37	Welfare-to-Work Grants to States and Localities	01-9-3751-49-1533-05	High Country COG
17.258	I	3,072	WIA Adult Program	01-2020-49-1533	High Country COG
17.258	I	184,232	WIA Adult Program	02-2020-49-1533	High Country COG
17.259	I	7,148	WIA Youth Activities	01-2040-49-1533	High Country COG
17.259	I	179,248	WIA Youth Activities	02-2040-49-1533	High Country COG
17.259	I	777	WIA Youth Activities	02-2050-49-1530-YSB1	High Country COG
17.260	I	118	WIA Dislocated Workers	01-00-2050-49-1533-05	High Country COG
17.260	I	9,112	WIA Dislocated Workers	01-2030-49-1533	High Country COG
17.260	I	38,300	WIA Dislocated Workers	02-00-2050-49-1533-03	High Country COG
17.260	I	32,650	WIA Dislocated Workers	02-00-2050-49-1533-05	High Country COG

STATE of NORTH CAROLINA

**SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)**

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
17.260	I	34,813	WIA Dislocated Workers	02-00-2050-49-1533-97	High Country COG
17.260	I	404,663	WIA Dislocated Workers	02-2030-49-1533	High Country COG
17.260	I	278,168	WIA Dislocated Workers	02-2031-49-1533	High Country COG
84.000	D	399	U.S. Department of Education		
84.007	D	15,000	Federal Supplemental Educational Opportunity Grants		
84.032	D	750	Federal Family Education Loans		
84.033	D	36,000	Federal Work-Study Program		
84.042	D	291,429	TRIO - Student Support Services		
84.063	D	2,476,402	Federal Pell Grant Program		
		<u>3,992,318</u>	Total — Wilkes Community College		

**Wilson Technical Community College**

17.235	I	5,685	Senior Community Service Employment Program	15009-5028	Region L
84.007	D	33,810	Federal Supplemental Educational Opportunity Grants		
84.033	D	35,765	Federal Work-Study Program		
84.042	D	284,810	TRIO - Student Support Services		
84.044	D	76,748	TRIO - Talent Search		
84.047	D	209,510	TRIO - Upward Bound		
84.063	D	3,000,094	Federal Pell Grant Program		
		<u>3,646,422</u>	Total — Wilson Technical Community College		
		<u>193,538,268</u>	Total — Community Colleges		

*Other Component Units*

**Global TransPark**

20.106	D	1,031,687	Airport Improvement Program		
		<u>1,031,687</u>	Total — Global TransPark		

# STATE of NORTH CAROLINA

## SCHEDULE of EXPENDITURES of FEDERAL AWARDS (BY STATE AGENCY)

For the Fiscal Year Ended June 30, 2003

Federal CFDA Number	Direct/ Indirect	Program Expenditures	CFDA Program Title	Pass-Through Number	Pass-Through Entity Name
<b>NC State Ports Authority</b>					
20	D	250,000	U.S. Department of Transportation		
		250,000	Total — NC State Ports Authority		
		1,281,687	Total — Other Component Units		
		1,269,653,045	Total — Component Units		
		<b>11,815,130,561</b>	Total EXPENDITURES of FEDERAL AWARDS		

N/A = Not Available

The accompanying notes are an integral part of this schedule.



## NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

June 30, 2003

## NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### A. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. The Schedule appears in three formats:

- **Summary** - The summary schedule reports expenditures of federal awards by program or program cluster.
- **Detail** - The detail schedule presents federal programs by federal agency and lists individual programs within program clusters.
- **By State Agency** - The schedule by state agency presents expenditures of federal awards by state agency and by program. In some instances, federal funds have been transferred from one state agency to another to be expended in the same program. When this is the case, the expenditure of federal awards has been reported under the organization that received the funds directly from the Federal Government.

Federal CFDA numbers are from the Catalog of Federal Domestic Assistance published by the Office of Management and Budget and the General Services Administration. Programs without a CFDA number are presented with only the federal agency's two-digit prefix in place of a CFDA number.

### B. Reporting Entity

The State of North Carolina financial reporting entity is fully described in Note 1 to the financial statements. The financial reporting entity includes (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the primary government's financial statements to be misleading or incomplete.

The accompanying Schedule of Expenditures of Federal Awards includes all federal programs administered by the state financial reporting entity except the programs of the State Education Assistance Authority and the North Carolina Housing Finance Agency. These agencies issue separate single audit reports for their programs.

### C. Basis of Accounting

An award is considered expended when the activity related to the award occurs. The activity generally pertains to events requiring compliance with laws, regulations, and the provisions of contract and grant agreements. Specific transaction types have been recognized as follows:

*Direct Costs:* Direct costs have been recognized on the cash basis of accounting, that is, when cash is disbursed rather than when the charge is incurred.

*Indirect costs:* Indirect costs are recovered from the federal government by applying a federally approved indirect cost rate or by allocating these costs among benefiting programs in accordance with a federally approved plan. Each program's share of indirect costs are recognized on the accompanying Schedule of Expenditures of Federal Awards.

*Loan and loan guarantee transactions:*

- Federal Perkins Loan Program - Federal Capital Contributions (CFDA 84.038), Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students (CFDA 93.342), Nursing Student Loans (CFDA 93.364), Capitalization Grants for Clean Water State Revolving Funds (CFDA 66.458), Capitalization Grants for Drinking Water State Revolving Fund (66.468) and Economic Adjustment Assistance (11.307) - Expenditures of federal awards in the accompanying Schedule of Expenditures of Federal Awards include the value of new loans made during the year, the balance of loans from previous years with federal continuing compliance requirements, federal capital contributions received during the year, interest subsidy, and administrative cost allowances. Loan balances outstanding at year-end are disclosed in Note 2.
- Federal Family Education Loans (CFDA 84.032) and Federal Direct Student Loans (CFDA 84.268) - These loans are made by outside lenders to students at institutions of higher education within the state reporting entity. The institutions are responsible for certain administrative requirements for new loans. As a result, the value of loans made during the year and administrative cost allowances are recognized as expenditures of federal awards in the accompanying Schedule of Expenditures of Federal Awards. The balance of loans for previous years is not included because the lender accounts for the prior balances.

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

June 30, 2003

*Other assistance:*

- Food Donation (CFDA 10.550) - Food commodities donated to the N.C. Department of Agriculture are valued at estimated fair market value at the time of receipt.
- Donation of Federal Surplus Personal Property (CFDA 39.003) - Federal surplus property donated to the N.C. Department of Administration is valued at estimated fair market value at the time of receipt.
- Food Stamps (CFDA 10.551) - The State issues food stamp benefits in electronic form. Food stamp benefits are recognized as expenditures when recipients use the benefits.
- Immunization Grants (CFDA 93.268) - Vaccines donated to the N.C. Department of Health and Human Services are reported at the value assigned by the U.S. Department of Health and Human Services.

**NOTE 2: FEDERAL LOANS OUTSTANDING**

The State of North Carolina had the following federal loan balances outstanding at year-end:

<u>Program</u>	<u>CFDA #</u>	<u>Amount Outstanding</u>
Federal Perkins Loan Program- Federal Capital Contributions	84.038	\$ 92,374,485
Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students	93.342	3,949,041
Nursing Student Loans	93.364	322,674
Capitalization Grants for Clean Water State Revolving Funds	66.458	65,525,727
Capitalization Grants for Drinking Water State Revolving Fund	66.468	23,742,126
Economic Adjustment Assistance	11.307	492,929

**NOTE 3: UNEMPLOYMENT INSURANCE**

State unemployment tax revenues and payments in lieu of taxes are combined with federal funds and used to pay benefits under the Unemployment Insurance program (CFDA 17.225). The state and federal portions of the total expenditures reported on the Schedule were \$1,192,004,265 and \$581,512,107, respectively.

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**Summary Schedule of Prior Audit Findings  
For the Year Ended June 30, 2003**

**Prepared by  
Office of the State Controller**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
97-SA-7	Health and Human Services	<p><u>The Division of Epidemiology Failed to Adequately Monitor and Continued to Fund a Subrecipient Even After Becoming Aware of Serious Fiscal Concerns</u></p> <p>Partial corrective action has been taken. The Division of Public Health (Epidemiology) no longer contracts with DAPAA.</p> <p>This finding was under investigation by the FBI and the State Auditor's workpapers were not available while the investigation was ongoing. The investigation has been completed and the workpapers released to the State Auditor's Office. The DHHS Office of Internal Audit (OIA) has requested access to the workpapers and upon receipt, the OIA will examine the records and attempt to resolve the questioned cost disclosed by the Office of the State Auditor in their published report.</p>
97-SA-58	Health and Human Services	<p><u>Enhance Controls to Prevent Payment of Incorrect Claims</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services.</p>
97-SA-62	Health and Human Services	<p><u>The Division of Epidemiology Failed to Adequately Monitor and Continued to Fund a Subrecipient Even After Becoming Aware of Serious Fiscal Concerns</u></p> <p>Partial corrective action has been taken. See finding 97-SA-7 for a description.</p>
97-SA-63	Health and Human Services	<p><u>The Division of Epidemiology Failed to Adequately Monitor and Continued to Fund a Subrecipient Even After Becoming Aware of Serious Fiscal Concerns</u></p> <p>Partial corrective action has been taken. See finding 97-SA-7 for a description.</p>
97-SA-66	Health and Human Services	<p><u>The Division of Epidemiology Failed to Adequately Monitor and Continued to Fund a Subrecipient Even After Becoming Aware of Serious Fiscal Concerns</u></p> <p>Partial corrective action has been taken. See finding 97-SA-7 for a description.</p>
98-SA-64	Health and Human Services	<p><u>Services Billed Were Not Supported by Medical Records</u></p> <p>Partial corrective action has been taken. This case (Sample 9-S-271) was under review by DMA's PI [Program Integrity] because length of stay exceeded PI parameters. Documentation in medical record did not support medical necessity for acute care for a portion of the stay. DMA contracts with First Mental Health and MRNC to conduct post payment reviews of</p>

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		these stays. This finding is tentative. It is not a final determination of an overpayment. The notice of overpayment (\$39,291.75) was issued by MRNC on 2/10/99. This case is in the appeal process. If the appeal is won, the amount of overpayment could be adjusted or eliminated. CMC appealed the case on February 10, 1999. This is one of many cases involved in a large settlement negotiation with CMC. The NC Attorney General's office is handling the case negotiation.
99-SA-56	Health and Human Services	<p><u>Administrative Costs Exceeded Earmarking Requirements</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services.</p>
99-SA-67	Health and Human Services	<p><u>Subrecipient Monitoring Procedures Were Inadequate</u></p> <p>Partial corrective action has been taken. Risk assessment plays a vital role in determining the type and number of monitoring activities that should take place just as audit procedures are designed around risk assessments. The Division of Social Services (DSS) considers SSBG to be a low-risk activity. Monitoring is a broad function and certain monitoring activities, such as internal control assessments and the review of entities funded by multiple funding sources, result in coverage of SSBG funds. SSBG funds are also monitored through the budgeting and expenditure reporting processes in the DSS and by other Divisions that utilize SSBG funding. The revised DSS monitoring plan includes specific tools and instructions for monitoring SSBG. Pilot monitoring activities under the revised plan were completed prior to June 30, 2003. The revised monitoring plan, including SSBG, will be fully implemented for SFY 2003-04.</p>
99-SA-68	Health and Human Services	<p><u>Services Billed Were Not Supported by Medical Records</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services.</p>
99-SA-69	Health and Human Services	<p><u>Family Planning Claims Were Not Properly Administered</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services.</p>
00-SA-7	Environment and Natural Resources	<p><u>Federal Participation Not Recorded In Fixed Asset Records</u></p> <p>The audit finding does not warrant further action because:</p> <ol style="list-style-type: none"> <li>1. As of today, October 27, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The Environmental Protection Agency is not currently following up</li> </ol>

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		with the Department on the audit finding; and
		3. A management decision has not been issued.
00-SA-8	Environment and Natural Resources	<u>Expenditure Charged to a Grant After the Period of Availability</u>  The audit finding does not warrant further action because:  1. As of today, October 27, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;  2. The Environmental Protection Agency is not currently following up with the Department on the audit finding; and  3. A management decision has not been issued.
00-SA-16	Commerce	<u>Contractual Agreement to Set Standards Not Executed</u>  The audit finding does not warrant further action because:  1. As of today, February 20, 2004, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;  2. The U.S. Department of Labor is not currently following up with the Department on the audit finding; and  3. A management decision has not been issued.
00-SA-17	Commerce	<u>Cash Drawdowns Not Monitored for School-to-Work Subrecipients</u>  The audit finding does not warrant further action because:  1. As of today, February 20, 2004, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;  2. The U.S. Department of Labor is not currently following up with the Department on the audit finding; and  3. A management decision has not been issued.
00-SA-18	Commerce	<u>Subrecipient Monitoring Procedures Were Inadequate</u>  The audit finding does not warrant further action because:  1. As of today, February 20, 2004, two years have passed since the

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;
		2. The U.S. Department of Labor is not currently following up with the Department on the audit finding; and
		3. A management decision has not been issued.
00-SA-19	Commerce	<u>Compliance Supplements Were Not Properly Developed</u>
		The audit finding does not warrant further action because:
		1. As of today, February 20, 2004, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;
		2. The U.S. Department of Labor is not currently following up with the Department on the audit finding; and
		3. A management decision has not been issued.
00-SA-20	Commerce	<u>Compliance Supplements Were Not Properly Developed</u>
		The audit finding does not warrant further action because:
		1. As of today, February 20, 004, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;
		2. The U.S. Department of Labor is not currently following up with the Department on the audit finding; and
		3. A management decision has not been issued.
00-SA-21	Commerce	<u>Weatherization Reports Were Inaccurate</u>
		The audit finding does not warrant further action because:
		1. As of today, February 20, 2004, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;
		2. The U.S. Department of Energy is not currently following up with the Department on the audit finding; and
		3. A management decision has not been issued.



**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
00-SA-22	Health and Human Services	<p><u>Compliance Supplements Were Not Properly Developed</u></p> <p>The audit finding does not warrant further action because:</p> <ol style="list-style-type: none"> <li>1. As of today, September 2, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The U.S. Department of Energy is not currently following up with the Department on the audit finding; and</li> <li>3. A management decision has not been issued.</li> </ol>
00-SA-23	Crime Control and Public Safety	<p><u>Numerous Violations of the Cash Management Improvement Act Occurred</u></p> <p>The audit finding does not warrant further action because:</p> <ol style="list-style-type: none"> <li>1. As of today, August 8, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The Federal Emergency Management Agency (FEMA) is not currently following up with the Department on the audit finding; and</li> <li>3. A management decision has not been issued.</li> </ol>
00-SA-24	Crime Control and Public Safety	<p><u>Public Assistance Grants Expenditures Not Adequately Documented</u></p> <p>The audit finding does not warrant further action because:</p> <ol style="list-style-type: none"> <li>1. As of today, August 8, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The Federal Emergency Management Agency (FEMA) is not currently following up with the Department on the audit finding; and</li> <li>3. A management decision has not been issued.</li> </ol>
00-SA-25	Crime Control and Public Safety	<p><u>Numerous Violations of the Cash Management Improvement Act Occurred</u></p> <p>The audit finding does not warrant further action because:</p> <ol style="list-style-type: none"> <li>1. As of today, August 8, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The Federal Emergency Management Agency (FEMA) is not currently following up with the Department on the audit finding;</li> </ol>

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		and
		3. A management decision has not been issued.
00-SA-26	Crime Control and Public Safety	<u>Disaster Agreements Lost</u> The audit finding does not warrant further action because: <ol style="list-style-type: none"> <li>1. As of today, August 8, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The Federal Emergency Management Agency (FEMA) is not currently following up with the Department on the audit finding; and</li> <li>3. A management decision has not been issued.</li> </ol>
00-SA-27	Crime Control and Public Safety	<u>Accounting for Public Assistance Grants Inadequate</u> The audit finding does not warrant further action because: <ol style="list-style-type: none"> <li>1. As of today, August 8, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The Federal Emergency Management Agency (FEMA) is not currently following up with the Department on the audit finding; and</li> <li>3. A management decision has not been issued.</li> </ol>
00-SA-28	Crime Control and Public Safety	<u>Open Projects on Major Disasters Not Closed Timely</u> The audit finding does not warrant further action because: <ol style="list-style-type: none"> <li>1. As of today, August 8, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The Federal Emergency Management Agency (FEMA) is not currently following up with the Department on the audit finding; and</li> <li>3. A management decision has not been issued.</li> </ol>
00-SA-29	Crime Control and Public Safety	<u>Public Assistance Grant Reports Not Filed With Grantor Agency</u> The audit finding does not warrant further action because: <ol style="list-style-type: none"> <li>1. As of today, August 8, 2003, two years have passed since the audit report in which the finding occurred was submitted on March</li> </ol>

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		30, 2001 to the Federal clearinghouse;
		2. The Federal Emergency Management Agency (FEMA) is not currently following up with the Department on the audit finding; and
		3. A management decision has not been issued.
00-SA-30	Crime Control and Public Safety	<u>Subrecipient Audit Reports Not Required or Tracked</u> The audit finding does not warrant further action because:
		1. As of today, August 8, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;
		2. The Federal Emergency Management Agency (FEMA) is not currently following up with the Department on the audit finding; and
		3. A management decision has not been issued.
00-SA-31	Crime Control and Public Safety	<u>Subrecipient Agreements Did Not Require Progress Reports</u> The audit finding does not warrant further action because:
		1. As of today, August 8, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;
		2. The Federal Emergency Management Agency (FEMA) is not currently following up with the Department on the audit finding; and
		3. A management decision has not been issued.
00-SA-32	Crime Control and Public Safety	<u>Lease Payments Made for Unoccupied Trailer Pads</u> The audit finding does not warrant further action because:
		1. As of today, August 8, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;
		2. The Federal Emergency Management Agency (FEMA) is not currently following up with the Department on the audit finding; and

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		3. A management decision has not been issued.
00-SA-33	Crime Control and Public Safety	<u>Numerous Violations of the Cash Management Improvement Act Occurred</u> The audit finding does not warrant further action because: <ol style="list-style-type: none"> <li>1. As of today, August 8, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The Federal Emergency Management Agency (FEMA) is not currently following up with the Department on the audit finding; and</li> <li>3. A management decision has not been issued.</li> </ol>
00-SA-34	Crime Control and Public Safety	<u>Numerous Violations of the Cash Management Improvement Act Occurred</u> The audit finding does not warrant further action because: <ol style="list-style-type: none"> <li>1. As of today, August 8, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The Federal Emergency Management Agency (FEMA) is not currently following up with the Department on the audit finding; and</li> <li>3. A management decision has not been issued.</li> </ol>
00-SA-35	Crime Control and Public Safety	<u>Hazard Mitigation Grant Report Did Not Agree With Accounting Records</u> The audit finding does not warrant further action because: <ol style="list-style-type: none"> <li>1. As of today, August 8, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The Federal Emergency Management Agency (FEMA) is not currently following up with the Department on the audit finding; and</li> <li>3. A management decision has not been issued.</li> </ol>
00-SA-36	Crime Control and Public Safety	<u>Subrecipient Audit Reports Not Required or Tracked</u> The audit finding does not warrant further action because:

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		<ol style="list-style-type: none"> <li>1. As of today, August 8, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The Federal Emergency Management Agency (FEMA) is not currently following up with the Department on the audit finding; and</li> <li>3. A management decision has not been issued.</li> </ol>
00-SA-38	Public Instruction	<u>Federal Funds Not Drawn in Accordance With Agreement</u>  The audit finding does not warrant further action because: <ol style="list-style-type: none"> <li>1. As of today, October 24, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The U.S. Department of Education is not currently following up with the Department on the audit finding; and</li> <li>3. A management decision has not been issued.</li> </ol>
00-SA-39	Public Instruction	<u>Funds Were Provided to Subrecipients Who Were Never Approved for Funding</u>  The audit finding does not warrant further action because: <ol style="list-style-type: none"> <li>1. As of today, October 24, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The U. S. Department of Education is not currently following up with the Department on the audit finding; and</li> <li>3. A management decision has not been issued.</li> </ol>
00-SA-40	Public Instruction	<u>Federal Funds Not Drawn in Accordance With Agreement</u>  The audit finding does not warrant further action because: <ol style="list-style-type: none"> <li>1. As of today, October 24, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The U.S. Department of Education is not currently following up</li> </ol>

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		with the Department on the audit finding; and
		3. A management decision has not been issued.
00-SA-41	Public Instruction	<u>Required Debarment Certifications Were Not Obtained</u>
		The audit finding does not warrant further action because:
		1. As of today, October 24, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;
		2. The U. S. Department of Education is not currently following up with the Department on the audit finding; and
		3. A management decision has not been issued.
00-SA-42	Public Instruction	<u>Federal Funds Not Drawn in Accordance With Agreement</u>
		The audit finding does not warrant further action because:
		1. As of today, October 24, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;
		2. The U.S. Department of Education is not currently following up with the Department on the audit finding; and
		3. A management decision has not been issued.
00-SA-43	Public Instruction	<u>Required Debarment Certifications Were Not Obtained</u>
		The audit finding does not warrant further action because:
		1. As of today, October 24, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;
		2. The U. S. Department of Education is not currently following up with the Department on the audit finding; and
		3. A management decision has not been issued.
00-SA-47	Health and Human Services	<u>Programs Were Not Monitored or Inadequately Monitored</u>
		Full corrective action has been taken.

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
00-SA-48	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>  Full corrective action has been taken.
00-SA-50	Health and Human Services	<u>Fixed Assets Records Not Updated</u>  Full corrective action has been taken.
00-SA-53	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>  Full corrective action has been taken.
00-SA-55	Health and Human Services	<u>Noncompliance With Contract Terms</u>  The audit finding does not warrant further action because: <ol style="list-style-type: none"> <li>1. As of today, September 2, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The U.S. Department of Health and Human Services/OEA is not currently following up with the Department on the audit finding; and</li> <li>3. A management decision has not been issued.</li> </ol>
00-SA-56	Health and Human Services	<u>Compliance Supplements Were Not Properly Developed</u>  The audit finding does not warrant further action because: <ol style="list-style-type: none"> <li>1. As of today, September 2, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The U.S. Department of Energy is not currently following up with the Department on the audit finding; and</li> <li>3. A management decision has not been issued.</li> </ol>
00-SA-57	Health and Human Services	<u>Weatherization Contract Was Not Well Managed</u>  The audit finding does not warrant further action because: <ol style="list-style-type: none"> <li>1. As of today, January 14, 2004, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;</li> <li>2. The U.S. Department of Health and Human Services/OEA is not</li> </ol>

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		currently following up with the Department on the audit finding; and
		3. A management decision has not been issued.
00-SA-58	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>  Full corrective action has been taken.
00-SA-62	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>  Full corrective action has been taken.
00-SA-63	Health and Human Services	<u>Programs Were Not Monitored or Inadequately Monitored</u>  Partial corrective action has been taken. See finding 99-SA-67 for a description.
00-SA-64	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>  Full corrective action has been taken.
00-SA-65	Health and Human Services	<u>Services Billed Were Not Supported by Medical Records</u>  Partial corrective action has been taken. All overpayments included in this finding have been recouped from the providers except as indicated below:  04-J-091: Overpayment of \$53.12 identified. Program Integrity (PI) expanded their review to include other (non-sampled) claims by this provider. The PI case number is 2001-0270. An overpayment of \$81,986.41 was recovered, which included the \$53.12. Refund was received June 12, 2003, check number 137482. This case is closed.  07-J-190: Overpayment of \$22.96 identified. Program Integrity (PI) expanded their review to include other (non-sampled) claims by this provider. The PI case number is 2000-1316. A notice of overpayment for \$107,963.37 was mailed on February 26, 2003. The provider appealed on March 19, 2003. A Program Integrity reconsideration summary was sent to the DMA Hearing Office on April 16, 2003. The case currently remains there pending a Hearing Office decision.
00-SA-66	Health and Human Services	<u>Some Employees Had Improper Access to the Eligibility Information System and the Medicaid Management Information System</u>  The audit finding does not warrant further action because:  1. As of today, January 14, 2004, two years have passed since the audit report in which the finding occurred was submitted on March



**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		30, 2001 to the Federal clearinghouse;
		2. The U.S. Department of Health and Human Services/HCFA is not currently following up with the Department on the audit finding; and
		3. A management decision has not been issued.
00-SA-67	Health and Human Services	<u>Federal Funds Not Drawn in Accordance With Agreement</u>  The audit finding does not warrant further action because:  1. As of today, August 15, 2003, two years have passed since the audit report in which the finding occurred was submitted on March 30, 2001 to the Federal clearinghouse;  2. The U.S. Department of Health and Human Services/DPM is not currently following up with the Department on the audit finding; and  3. A management decision has not been issued.
00-SA-70	Health and Human Services	<u>Subrecipient Monitoring Procedures Not Documented</u>  Full corrective action has been taken.
00-SA-71	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>  Full corrective action has been taken.
01-SA-1	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>  Full corrective action has been taken.
01-SA-2	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>  Full corrective action has been taken.
01-SA-3	State Controller	<u>Calculation of Interest Liability to the Federal Government Contained Errors</u>  Full corrective action has been taken.
01-SA-4	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>  Full corrective action has been taken.

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
01-SA-5	Health and Human Services	<u>Subrecipient Audit Reports Not Adequately Reviewed</u>  Full corrective action has been taken.
01-SA-6	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>  Full corrective action has been taken.
01-SA-7	Employment Security Commission	<u>Access Rights for Separated Employees Not Removed Timely</u>  Partial corrective action has been taken. The agency continues to evaluate a risk based approach to the standard for timeliness of access revocation. Revisions to internal security procedures have been drafted and will be implemented with the launch of the agency's ISO 9000 based management system.
01-SA-8	Employment Security Commission	<u>Some Quarterly Tax and Wage Reports Not Retained</u>  Partial corrective action has been taken. Paper quarterly tax and wage reports are retained for up to 90 days. After all data on these reports has been keyed, the agency stores the required quarterly report data for reproduction purposes as needed. Revisions to record retention requirements will be implemented with the launch of the agency's ISO 9000 based management system.
01-SA-9	Employment Security Commission	<u>Claimant Eligibility Not Always Adequately Documented</u>  Partial corrective action has been taken. Eligibility documentation requirements have been reinforced with local office claims supervisors, field office managers and regional claims specialists. The agency has also evaluated whether certain types of documentation continue to be needed. Revisions to procedural requirements (acknowledging current practices related to electronic documentation) will be implemented with the launch of the agency's ISO 9000 based management system.
01-SA-10	Transportation	<u>Equipment Purchased Without Required Approval</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-11	Transportation	<u>Funds Provided to Subrecipients Without Executed Contract Agreements</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-12	Transportation	<u>Expenditures Charged to a Grant After the Period of Availability</u>  Full corrective action has been taken, however awaiting management

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		decision from the U.S. Department of Transportation.
01-SA-13	Transportation	<u>Required Debarment Certifications Were Not Obtained</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-14	Transportation	<u>Subrecipient Monitoring Procedures Not Documented</u>  Partial corrective action has been taken. Monitoring procedures have been developed and a form is in use, but a work plan has not been fully implemented to effectively plan and schedule the monitoring.
01-SA-15	Transportation	<u>Audit Requirements Incorrectly Stated in Subrecipient Contracts</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-16	Transportation	<u>Funds Provided to Subrecipients Without Executed Contract Agreements</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-17	Transportation	<u>Expenditures Charged to a Grant After the Period of Availability</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-18	Transportation	<u>Required Debarment Certifications Were Not Obtained</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-19	Transportation	<u>Subrecipient Monitoring Procedures Not Documented</u>  Partial corrective action has been taken. Monitoring procedures have been developed and a form is in use, but a work plan has not been fully implemented to effectively plan and schedule the monitoring.
01-SA-20	Transportation	<u>Audit Requirements Incorrectly Stated in Subrecipient Contracts</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-21	Transportation	<u>Funds Provided to Subrecipients Without Executed Contract Agreements</u>  Full corrective action has been taken, however awaiting management

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		decision from the U.S. Department of Transportation.
01-SA-22	Transportation	<u>Required Debarment Certifications Were Not Obtained</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-23	Transportation	<u>Subrecipient Monitoring Procedures Not Documented</u>  Partial corrective action has been taken. Monitoring procedures have been developed and a form is in use, but a work plan has not been fully implemented to effectively plan and schedule the monitoring.
01-SA-24	Transportation	<u>Audit Requirements Incorrectly Stated in Subrecipient Contracts</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-25	Transportation	<u>Required Debarment Certifications Were Not Obtained</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-26	Transportation	<u>Subrecipient Monitoring Procedures Not Documented</u>  Partial corrective action has been taken. Monitoring procedures have been developed and a form is in use, but a work plan has not been fully implemented to effectively plan and schedule the monitoring.
01-SA-27	Transportation	<u>Audit Requirements Incorrectly Stated in Subrecipient Contracts</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-28	Transportation	<u>Equipment Purchased Without Required Approval</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-29	Transportation	<u>Funds Provided to Subrecipients Without Executed Contract Agreements</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-30	Transportation	<u>Expenditures Charged to a Grant After the Period of Availability</u>  Full corrective action has been taken, however awaiting management

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		decision from the U.S. Department of Transportation.
01-SA-31	Transportation	<u>Required Debarment Certifications Were Not Obtained</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-32	Transportation	<u>Subrecipient Monitoring Procedures Not Documented</u>  Partial corrective action has been taken. Monitoring procedures have been developed and a form is in use, but a work plan has not been fully implemented to effectively plan and schedule the monitoring.
01-SA-33	Transportation	<u>Audit Requirements Incorrectly Stated in Subrecipient Contracts</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-34	Transportation	<u>Funds Provided to Subrecipients Without Executed Contract Agreements</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-35	Transportation	<u>Required Debarment Certifications Were Not Obtained</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-36	Transportation	<u>Subrecipient Monitoring Procedures Not Documented</u>  Partial corrective action has been taken. Monitoring procedures have been developed and a form is in use, but a work plan has not been fully implemented to effectively plan and schedule the monitoring.
01-SA-37	Transportation	<u>Audit Requirements Incorrectly Stated in Subrecipient Contracts</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-38	Environment and Natural Resources	<u>Mathematical Inaccuracies in Annual Report</u>  Full corrective action has been taken, however awaiting management decision from the U. S. Environmental Protection Agency (EPA).
01-SA-39	Environment and Natural Resources	<u>Inadequate Subrecipient Monitoring</u>  Full corrective action has been taken, however awaiting management

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		decision from the U.S. Environmental Protection Agency (EPA).
01-SA-40	Environment and Natural Resources	<u>Noncompliance With Environmental Review Requirements</u>  Full corrective action has been taken, however awaiting management decision from the U. S. Environmental Protection Agency (EPA).
01-SA-41	Crime Control and Public Safety	<u>Public Assistance Grant Progress Reports Were Incomplete</u>  Partial corrective action has been taken. The Department has done some quarterly progress reports for larger projects but not for all projects. A corrective action plan is developed for implementation in September 2003.
01-SA-42	Crime Control and Public Safety	<u>Tracking of Subrecipient Audit Reports Inadequate</u>  Partial corrective action has been taken. A corrective action plan was developed but not implemented. The Department has issued a directive letter asking for 2002 and 2003 subgrantee audit reports to begin implementation of the corrective action plan.
01-SA-43	Crime Control and Public Safety	<u>Management Decisions on Subrecipient Audit Reports Not Issued</u>  Partial corrective action has been taken. A corrective action plan was developed but not implemented. The Department has issued a directive letter asking for 2002 and 2003 subgrantee audit reports to begin implementation of corrective action plan.
01-SA-44	Transportation	<u>Required Debarment Certifications Were Not Obtained</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
01-SA-45	Crime Control and Public Safety	<u>Required Debarment Certifications Not Obtained</u>  No corrective action has been taken. The Department will implement procedures to ensure that debarment certifications are obtained as required.
01-SA-46	Public Instruction	<u>Funds Were Provided to Subrecipients Who Were Never Approved for Funding</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Education.
01-SA-47	Health and Human Services	<u>Basic Support Claims Were Not Properly Paid</u>  Full corrective action has been taken, however awaiting management

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		decision from the U.S. Department of Education.
01-SA-48	Health and Human Services	<u>Control Weaknesses Over Determination and Documentation of Client Eligibility</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Education.
01-SA-49	Health and Human Services	<u>Excess Federal Funds Held</u>  Full corrective action has been taken.
01-SA-51	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>  Full corrective action has been taken.
01-SA-52	State Controller	<u>Calculation of Interest Liability to the Federal Government Contained Errors</u>  Full corrective action has been taken.
01-SA-55	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>  Full corrective action has been taken.
01-SA-57	Health and Human Services	<u>Expenditures Erroneously Charged to Federal Programs</u>  Full corrective action has been taken.
01-SA-58	Health and Human Services	<u>Period of Availability Not Documented</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services/OEA.
01-SA-59	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services/OARCP.
01-SA-60	Health and Human Services	<u>Employee Paid for Unearned Leave</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services/OARCP.
01-SA-61	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		Full corrective action has been taken.
01-SA-62	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>
		Full corrective action has been taken.
01-SA-63	Health and Human Services	<u>Criminal Record Checks Not Documented</u>
		Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services/ACF.
01-SA-64	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>
		Full corrective action has been taken.
01-SA-65	State Controller	<u>Calculation of Interest Liability to the Federal Government Contained Errors</u>
		Full corrective action has been taken.
01-SA-66	Health and Human Services	<u>Program Was Not Monitored</u>
		Partial corrective action has been taken. See finding 99-SA-67 for a description.
01-SA-67	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>
		Full corrective action has been taken.
01-SA-68	N.C. Teachers' and State Employees' Comprehensive Major Medical Plan	<u>Significant Weaknesses Over Information Systems General Controls</u>
		Full corrective action has been taken. As noted in the recommendation, access for the two separated employees has been deleted. In addition, access for another user has been restricted to just the functions needed and access for the user who does not need access has been deleted. The Agency's security administrator will be notified whenever employees terminate and will also monitor and periodically review general controls over the access level provided to employees.
01-SA-69	N.C. Teachers' and State Employees' Comprehensive Major Medical Plan	<u>Required Debarment Certification Was Not Obtained</u>
		Full corrective action has been taken. The required debarment certification has been obtained.
01-SA-70	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>
		Full corrective action has been taken.



**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
01-SA-71	Health and Human Services	<p><u>Unapproved Allocated Charges to the Medicaid Program</u></p> <p>Full corrective action has been taken.</p>
01-SA-72	Health and Human Services	<p><u>Services Billed Were Not Supported by Medical Records</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services/OARCP.</p>
01-SA-73	Health and Human Services	<p><u>Some Employees Had Improper Access to the Medicaid Management Information System and the Eligibility Information System</u></p> <p>Full corrective action has been taken, however awaiting management decision from U.S. Department of Health and Human Services/CMS.</p>
01-SA-74	Health and Human Services	<p><u>Internal Control Weaknesses Were Identified in the Division's Contracting Process</u></p> <p>Full corrective action has been taken, however awaiting management decision from U.S. Department of Health and Human Services/CMS.</p>
01-SA-75	Health and Human Services	<p><u>Management Decision on Subrecipient Audit Reports Not Issued</u></p> <p>Full corrective action has been taken.</p>
01-SA-76	Health and Human Services	<p><u>Required System Review Report Was Not Issued</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services/CMS.</p>
01-SA-77	Health and Human Services	<p><u>Nursing Facility Desk Audits Were Not Completed</u></p> <p>Partial corrective action has been taken. The Division of Medical Assistance (DMA) is required to desk audit the annual nursing facility cost reports by June 30<sup>th</sup> of each year. Over the years, the Audit Section of DMA has been performing a more comprehensive desk audit and the number of nursing facilities to audit has increased. DMA desk audits 100% of the nursing facilities. Vacant auditor positions, the State hiring freeze of 2001 and limited experience of the auditing staff have all contributed to the failure of completing the audits by June 30<sup>th</sup>.</p> <p>Limited scope audits are now being performed, four new auditors were hired, and four auditors were borrowed from other sections to perform nursing facility desk audits.</p> <p>The Audit Section currently is in non-compliance with the June 30<sup>th</sup> deadline for the 2002 cost report cycle. Staff turn-over continues to be a major factor preventing the Section from meeting this requirement.</p>

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		Currently, three auditor positions are vacant.
		If approved, a new methodology for nursing facility reimbursement will commence effective October 1, 2003. With the implementation of this methodology, cost settlements will be discontinued as will the need for a review of cost reports by a June 30 <sup>th</sup> deadline. The State Plan amendment to eliminate the June 30 <sup>th</sup> deadline requirement for cost reports and to apply the new methodology is to be submitted to the USDHHS/CMS on or after October 7, 2003.
01-SA-78	State Controller	<u>Calculation of Interest Liability to the Federal Government Contained Errors</u>
		Full corrective action has been taken.
01-SA-81	Health and Human Services	<u>Inadequate Controls Over Amendments to Cost Allocation Plan</u>
		Full corrective action has been taken.
01-SA-87	Health and Human Services	<u>Management Decision on Subrecipient Audit Reports Not Issued</u>
		Full corrective action has been taken.
01-SA-88	State Controller	<u>State Failed to Remit Matching Contributions to Employee Pension Fund</u>
		Partial corrective action has been taken. In December 2001, the North Carolina General Assembly passed legislation (Session Law 2001-513) that, in part, expressed the intent to pay, over a five-year period, the contribution to the Teachers' and State Employees' Retirement System (System) that would have been paid during the period from February 28, 2001 through June 30, 2001. Further, the legislation provided that the payment would be made with interest at rates consistent with the investment rate of return for the System. On October 1, 2003, the State paid an initial installment of \$10 million to the System.
02-SA-1	Health and Human Services	<u>Errors in Electronic Benefits Transfer Reconciliations</u>
		Full corrective action has been taken, however awaiting management decision from the U.S. Department of Agriculture/FNS.
02-SA-2	Public Instruction	<u>Federal Funds Not Drawn in Accordance With Agreement</u>
		Full corrective action has been taken, however awaiting management decision from the U.S. Department of Agriculture.
02-SA-3	Public Instruction	<u>Federal Funds Not Drawn in Accordance With Agreement</u>
		Full corrective action has been taken, however awaiting management

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		decision from the U.S. Department of Agriculture.
02-SA-4	Health and Human Services	<p><u>Untimely Receipt and Review of Subrecipient Audit Reports</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Agriculture.</p>
02-SA-5	Health and Human Services	<p><u>Accounting Records Do Not Sufficiently Support Federal Reporting and Period of Availability Requirements</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services/OARCP.</p>
02-SA-6	Health and Human Services	<p><u>Fiscal Monitoring Not Performed on Nutrition Education Subrecipients</u></p> <p>Partial corrective action has been taken. Department personnel have reviewed the Nutrition Education Contracts again and reclassified them as financial assistance contracts. Compliance with A-133 audit requirements is included in the FFY 2002-2003 contracts (contract period is October – September). The monitoring tool has been developed and fiscal monitoring will be completed for the FFY 2002-2003 contracts by December 1, 2003.</p>
02-SA-7	Correction	<p><u>Federal Funds Not Drawn in Accordance With State Cash Management Plan</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Justice.</p>
02-SA-8	Correction	<p><u>Required Debarment Certifications Not Obtained</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Justice.</p>
02-SA-9	Employment Security Commission	<p><u>Access Rights for Separated Employees Not Revoked Timely</u></p> <p>Partial corrective action has been taken. The agency continues to evaluate a risk based approach to the standard for timeliness of access revocation. Revisions to internal security procedures have been drafted and will be implemented with the launch of the agency's ISO 9000 based management system.</p>
02-SA-10	Employment Security Commission	<p><u>Claimant Eligibility Documentation Needs Improvement</u></p> <p>Partial corrective action has been taken. Eligibility documentation requirements have been reinforced with local office claims supervisors, field office managers and regional claims specialists. The agency has also evaluated whether certain types of documentation continue to be needed.</p>

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		Revisions to procedural requirements (acknowledging current practices related to electronic documentation) will be implemented with the launch of the agency's ISO 9000 based management system.
02-SA-11	Employment Security Commission	<p><u>Job Training Not Always Documented</u></p> <p>Partial corrective action has been taken. Eligibility documentation requirements have been reinforced with local office claims supervisors, field office managers and regional claims specialists. Revisions to record retention requirements will be implemented with the launch of the agency's ISO 9000 based management system.</p>
02-SA-12	Commerce	<p><u>Required Debarment Certifications Not Obtained</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Labor.</p>
02-SA-13	Commerce	<p><u>Required Debarment Certifications Not Obtained</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Labor.</p>
02-SA-14	Commerce	<p><u>Required Debarment Certifications Not Obtained</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Labor.</p>
02-SA-15	Transportation	<p><u>The Division Awarded a \$430,000 Grant to Correct a Construction Defect Prior to Determining Who Was Responsible</u></p> <p>Partial corrective action has been taken. The Division of Aviation has negotiated a settlement, however funds have not been recovered from two of the four parties involved.</p>
02-SA-16	Transportation	<p><u>Time Records Not Approved by Supervisor</u></p> <p>Partial corrective action has been taken. The Department's time record approval policy has been emphasized, however instances of noncompliance remain.</p>
02-SA-17	Transportation	<p><u>Computerized System Does Not Report Testing Results</u></p> <p>Partial corrective action has been taken. There remain issues concerning the reliability of system reports relating to quality control testing. Additionally, the system is not properly calculating the quantities accepted for contracts which began before HiCAMS was implemented.</p>

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**For the Fiscal Year Ended June 30, 2003

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<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
02-SA-18	Transportation	<u>Equipment Purchased Without Required Approval</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
02-SA-19	Transportation	<u>Unallowable Costs Charged to Grant</u>  Partial corrective action has been taken. Review procedures have been implemented to prevent reimbursement of unallowable costs in the future, however only a portion of the amount of the unallowable costs has been recovered.
02-SA-20	Transportation	<u>Required Suspension and Debarment Certifications Not Obtained</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
02-SA-21	Transportation	<u>Subrecipient Monitoring Procedures Not Documented</u>  Partial corrective action has been taken. Monitoring procedures have been developed and a form is in use, but a work plan has not been fully implemented to effectively plan and schedule the monitoring.
02-SA-22	Transportation	<u>Audit Requirements Incorrectly Stated in Subrecipient Contracts</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
02-SA-23	Transportation	<u>Required Suspension and Debarment Certifications Not Obtained</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
02-SA-24	Transportation	<u>Subrecipient Monitoring Procedures Not Documented</u>  Partial corrective action has been taken. Monitoring procedures have been developed and a form is in use, but a work plan has not been fully implemented to effectively plan and schedule the monitoring.
02-SA-25	Transportation	<u>Audit Requirements Incorrectly Stated in Subrecipient Contracts</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
02-SA-26	Transportation	<u>Required Suspension and Debarment Certifications Not Obtained</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
02-SA-27	Transportation	<u>Subrecipient Monitoring Procedures Not Documented</u>  Partial corrective action has been taken. Monitoring procedures have been developed and a form is in use, but a work plan has not been fully implemented to effectively plan and schedule the monitoring.
02-SA-28	Transportation	<u>Audit Requirements Incorrectly Stated in Subrecipient Contracts</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
02-SA-29	Transportation	<u>Required Suspension and Debarment Certifications Not Obtained</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
02-SA-30	Transportation	<u>Subrecipient Monitoring Procedures Not Documented</u>  Partial corrective action has been taken. Monitoring procedures have been developed and a form is in use, but a work plan has not been fully implemented to effectively plan and schedule the monitoring.
02-SA-31	Transportation	<u>Audit Requirements Incorrectly Stated in Subrecipient Contracts</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
02-SA-32	Transportation	<u>Required Suspension and Debarment Certifications Not Obtained</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
02-SA-33	Transportation	<u>Subrecipient Monitoring Procedures Not Documented</u>  Partial corrective action has been taken. Monitoring procedures have been developed and a form is in use, but a work plan has not been fully implemented to effectively plan and schedule the monitoring.
02-SA-34	Transportation	<u>Audit Requirements Incorrectly Stated in Subrecipient Contracts</u>  Full corrective action has been taken, however awaiting management

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		decision from the U.S. Department of Transportation.
02-SA-35	Transportation	<u>Equipment Purchased Without Required Approval</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
02-SA-36	Transportation	<u>Funds Provided to Subrecipients Without Executed Contract Agreements</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
02-SA-37	Transportation	<u>Required Suspension and Debarment Certifications Not Obtained</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
02-SA-38	Transportation	<u>Subrecipient Monitoring Procedures Not Documented</u>  Partial corrective action has been taken. Monitoring procedures have been developed and a form is in use, but a work plan has not been fully implemented to effectively plan and schedule the monitoring.
02-SA-39	Transportation	<u>Audit Requirements Incorrectly Stated in Subrecipient Contracts</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Transportation.
02-SA-40	Crime Control and Public Safety	<u>Inadequate Tracking of Subrecipient Audit Reports – Public Assistance Program</u>  Partial corrective action has been taken. A tracking plan was developed March 3, 2003 and distributed by email for implementation. Implementation was not done, so the Department has now issued a directive letter asking for 2002 and 2003 audit reports from subgrantees to begin implementation.
02-SA-41	Crime Control and Public Safety	<u>Inadequate Tracking of Subrecipient Audit Reports – Hazard Mitigation Grant Program</u>  No corrective action has been taken. The Department will implement procedures to ensure that an adequate and reliable tracking system is in place for receiving and tracking all subrecipient audit reports for the Hazard Mitigation Grant Program in compliance with Federal OMB Circular A-133 requirements. The Departmental Internal Auditor will be assigned responsibility for reviewing for compliance with this requirement.

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
02-SA-42	Health and Human Services	<p><u>Basic Support Claims Were Not Properly Paid</u></p> <p>Partial corrective action has been taken. Correction of Deficiencies: In the case of overpayments to providers, all refunds have been requested and most were received by 2/18/03. Follow-up notices were sent to providers by the Accounts Receivable office in February 2003 to collect unpaid refunds. Subsequent follow-up notices were sent on 7/24/03 and additional refunds are expected by October 2003. The Controller's Office made additional adjustment payments to providers in all cases of underpayments on 9/03/02, 2/10/03 and 3/11/03. In cases where claims were paid without appropriate signatures, signed copies of the claims were requested and received on 2/05/03 and 2/06/03. In the case where a receipt was missing to justify a case service invoice, the receipt was requested and received on 2/10/03. The 2 cases of payments made for school tuition without Pell Grant denial/award letters were determined to be case file audit exceptions and will be responded to by DVR management. Corrective Actions: Controller's Office staff met with Division of Vocational Rehabilitation staff on 8/23/02 to discuss the importance of updating reimbursement rates in the claims payment system on a timely basis. Most rates come from the Division of Medical Assistance and have been difficult to obtain in a timely manner. Staff will continue to work closely with DMA to obtain rates as quickly as possible. DIRM corrected errors in the claims pricing software on 12/20/02 to assure correct pricing of claims. Controller's Office staff met with the Claims Unit staff on 2/10/03 to discuss the errors detected in the audit. Each error was addressed and explained so future errors can be avoided. Effective March 2003, the Claims Unit supervisor began weekly auditing of paid claims to find and correct claims payment errors as they happen. As errors are discovered, she will retrain staff as appropriate. Effective February 2003, the Claims Unit supervisor began checking the Medicaid bulletin each month to determine whether rate changes have been announced that will affect DVR reimbursement rates. Rate changes will be implemented as appropriate. Anticipated Completion Date: June 30, 2003.</p>
02-SA-43	Health and Human Services	<p><u>Errors in the Department's Cost Allocation</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services/OARCP.</p>
02-SA-44	Health and Human Services	<p><u>Control Weaknesses Over Determination and Documentation of Client Eligibility</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Education.</p>
02-SA-45	Health and Human Services	<p><u>TANF Reports Contained Erroneous or Undocumented Data</u></p>



**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services/ACF.
02-SA-46	Health and Human Services	<p><u>TANF Monitoring Procedures Contained Weaknesses</u></p> <p>Partial corrective action has been taken. Controls were not in place to ascertain if the caseworker had reviewed the case until August 2003, when the Work First Representatives, who were responsible for Work First monitoring for the first half of the 2003-2004 fiscal year, began to pull cases from the DHREJ NON-COOP WITHOUT A IVD SANCTION report to supplement their monitoring process and identify specific cases where the Work First recipient has not cooperated with Child Support Enforcement. Work First Monitoring tools were also modified to reflect whether or not cases pulled for monitoring from other sources had also been required to apply a IVD Non-Coop sanction, and whether the requested sanction was applied appropriately. With the implementation of the DHREJ NON-COOP WITHOUT A IVD SANCTION report, the modification of the Work First Monitoring tools, the modification of the Work First Monitoring Plan, and the hiring of two Work First Program Compliance Monitors who have assumed the responsibility of monitoring the Work First Program, the Division of Social Services, Family Support and Child Welfare Section, feels that the TANF monitoring procedures are now sufficiently reinforced and implemented to ensure that cases identified as non-cooperative with Child Support requirements are properly monitored for IVD sanctions and that sanctions are imposed or resolved timely.</p>
02-SA-47	Health and Human Services	<p><u>Certifications for Time Worked Not on File</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services/OARCP.</p>
02-SA-48	Health and Human Services	<p><u>Fixed Asset Records Were Not Properly Updated</u></p> <p>Partial corrective action has been taken. Since the reporting of this finding, the Controller's Office has met with division staff in a coordinated effort to establish standard location descriptions. Three (3) copies of the fixed asset listing by location were printed: two copies were sent to the division, and one copy was maintained by Controller's Office. An EXCEL spreadsheet was developed and used to track and record when pages have been issued to each division, received from the division and updated. We are continuing to research and to resolve problems related to this finding and new procedure. We are participating with the division in achieving the following goals:</p> <ol style="list-style-type: none"> <li>1. Development of a documented and published process for Asset Inventory Control that would ensure appropriate and timely issuance of asset tags and timely updates to the Fixed Asset</li> </ol>

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

Original Finding Number **	State Department	Current Status of Prior Audit Finding
		<p>System once changes are identified. Anticipated completion date – October 1, 2003.</p> <ol style="list-style-type: none"> <li>Revision of the scheme for identifying the location of the assets and construction of a matrix of contact individuals for each location. Anticipated completion date – November 1, 2003.</li> <li>Develop a tracking procedure supported by a tracking log to ensure adequate tracking of the annual inventory pages distributed to contact individuals. Anticipated completion date – January 1, 2004.</li> <li>Training sessions for appropriate Division staff outlining the updated procedures to ensure that changes in asset information are made timely and stressing the importance of reacting to changes in asset location, purchases, surpluses, etc. Anticipated completion date – January 1, 2004.</li> </ol>
02-SA-49	Health and Human Services	<p><u>Controls Over Physical Inspection of Fixed Assets Were Inadequate</u></p> <p>Partial corrective action has been taken. Corrective action for this finding is partially complete. The recommended tracking form that would identify the specific pages that were sent to each location and the individual to whom they were sent was developed but was not used for the 2003 inventory distribution. Staff changes and reorganization have contributed to the shortcomings in the DSS asset inventory process. As a result, Division and Controller's Office management have been collaborating on the following initiatives.</p> <ol style="list-style-type: none"> <li>Revision of the scheme for identifying the location of the assets and construction of a matrix of contact individuals for each location. Anticipated completion date – October 1, 2003.</li> <li>Develop a tracking procedure supported by a tracking log to ensure adequate tracking of the annual inventory pages distributed to contact individuals. Anticipated completion date – October 15, 2003.</li> <li>Development of a documented and published process for Asset Inventory Control that would ensure appropriate and timely issuance of asset tags, timely updates to the Fixed Asset System once changes are identified, and facilitate a timely and accurate annual inventory. Anticipated completion date – November 15, 2003.</li> <li>Training sessions for appropriate Division staff outlining the updated procedures to ensure that changes in asset information is made timely and stressing the importance of reacting to changes in</li> </ol>

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		asset location, purchases, surpluses, etc. Anticipated completion date – January 1, 2004.
02-SA-50	Health and Human Services	<p><u>Appropriate Action Not Taken in Child Support Cases</u></p> <p>Partial corrective action has been taken. A Performance Monitoring and Improvement Team has been developed to consistently identify and address training and performance needs of local CSE offices and was completed by March 1, 2003. CSE implemented new Performance Management Plans for employees in state operated CSE offices – this implementation was completed on June 1, 2003. The regions for area supervisors and consultants were realigned to provide improved support to local office staff, completion date was July 1, 2003. The CSE fully complied with the planned corrective action and continues to explore additional corrective action measures.</p>
02-SA-51	Health and Human Services	<p><u>Subrecipient Monitoring Procedures Were Inadequate</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Energy.</p>
02-SA-52	Health and Human Services	<p><u>Foster Care Program Criminal Record Checks Not Always Documented</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Resources/ACF.</p>
02-SA-53	Health and Human Services	<p><u>Inadequate Controls Over Foster Care Rate Setting</u></p> <p>Partial corrective action has been taken. The DHHS Controller's Office corrected the errors noted by the State Auditors in FYE 2002 which occurred when the Foster Care Rate Setting function was in a transition phase during the 2001-2002 rate setting process. The DHHS Controller's Office also strengthened the internal control process to ensure that these types of errors do not occur again. The estimated overpayment of \$145,848 was reduced to \$55,123 (\$33,999 federal share) based on financial information received after the management response letter was issued. Adjustments have been processed for the full amount in SFY 2003-2004.</p> <p>In the course of researching the original finding, DHHS discovered that other rates within the Foster Care System were incorrect. All differences in rates for SFY 2002-2003 have been identified and the DHHS Controller's Office is working with the Division of Social Services to process adjustments by each child served. It is anticipated that due to the labor intensity of researching each child's records those adjustments will not be fully completed until June 30, 2004.</p>

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
02-SA-54	Health and Human Services	<p><u>Incorrect Facility Rates in the Foster Care Computer System</u></p> <p>Partial corrective action has been taken. It is our belief that the primary source of incorrect rates is the human error inevitable when using the current methodology. The Division of Social Services (DSS) has initiated a request to the Division of Information Resource Management to develop an automated method of rate setting. Currently, each facility for which a rate has been established requires accessing that facilities record in the Foster Care Licensing System. Approximately 4,000 to 5,000 facilities are approved each year. The development of an automated system has required detailed research into the computer code as well as a review of past payment reports by DSS and Controller staff to ensure the integrity of the system is preserved.</p> <p>Additionally, as a quality assurance methodology, DSS implemented the same procedures utilized by the state auditor which consists of a review of the PQA120 report and comparing the rates to the "Dear County Director of Social Services letter" for reimbursements paid for placements beginning 01/01/2004.</p>
02-SA-55	Health and Human Services	<p><u>Improper Access to Computer Systems</u></p> <p>Partial corrective action has been taken. The Division of Social Services reorganized effective May 1, 2003. With this reorganization, additional resources were dedicated to the Family Support and Child Welfare services section, data management team. This team will develop, implement and maintain a systematic methodology for tracking and updating employee access to the information systems.</p>
02-SA-56	Health and Human Services	<p><u>Monitoring Not Performed on Vendors Responsible for Compliance Requirements</u></p> <p>Partial corrective action has been taken. The Division of Social Services (DSS) continued to review these and other contracts in an informal manner during SFY 2002-2003. A formal risk-based monitoring plan was established for SFY 2003-2004. Standardized monitoring tools and instructions have been (or will be developed if needed) and used for monitoring in fiscal year 2004-2005. The DSS/Family Support and Child Welfare Section will monitor contractors for compliance with both fiscal and programmatic criteria using varied methods, including desk audits, review of sub-recipient reports, site visits, and case record reviews.</p>
02-SA-57	Health and Human Services	<p><u>SSBG Program Was Not Monitored</u></p> <p>Partial corrective action has been taken. See finding 99-SA-67 for a description.</p>

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
02-SA-58	N.C. Teachers' and State Employees' Comprehensive Major Medical Plan	<p><u>Inadequate Controls Over the Processing of Financial Transactions</u></p> <p>Partial corrective action has been taken. We have hired an additional person for the Accounting staff as of February 2003. In order to correct the problem of file space we have increased the number of file cabinets in which to store files. We have hired an audit firm to monitor our internal procedures and to prepare policies and procedures.</p>
02-SA-59	N.C. Teachers' and State Employees' Comprehensive Major Medical Plan	<p><u>Required Debarment Certifications Were Not Obtained</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services. The Plan has obtained the certification.</p>
02-SA-60	Health and Human Services	<p><u>Services Billed Were Not Supported by Medical Records</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services.</p>
02-SA-61	Health and Human Services	<p><u>One Employee Had Improper Access to the Medicaid Management Information System</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services.</p>
02-SA-62	Health and Human Services	<p><u>Nursing Facility Desk Audits Were Not Completed</u></p> <p>Partial corrective action has been taken. See finding 01-SA-77 for a description.</p>
02-SA-63	Health and Human Services	<p><u>Medical Audits of Health Maintenance Organizations Were Not Performed Annually</u></p> <p>Partial corrective action has been taken. The Division of Medical Assistance (DMA) was unable to accomplish the required audits (operational reviews) on an annual basis due to staffing shortages and budgetary constraints imposed by legislative mandates. In July of 2002, DMA contracted with Myers and Stauffer to conduct a thorough audit of South Care (the Plan), currently the only HMO contracting with DMA. DMA Managed Care staff participated in the onsite audit in conjunction with a team from Myers and Stauffer. The audit encompassed multiple areas of review including administrative structure, financial status, provider networking, quality improvement, customer services, utilization review processes, and information systems. The Myers and Stauffer final report was completed and submitted to South Care and DMA on February 5, 2003. DMA staff is scheduled to complete a site visit with South Care in September, 2003 to assess the status of the cited deficiencies. DMA plans</p>

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

For the Fiscal Year Ended June 30, 2003

<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
		<p>to contract out an annual audit or perform an audit with DMA staff annually from this point forward. DMA has contracted with Myers &amp; Stauffer to perform an annual audit of South Care for the next year FFY 02/03.</p> <p>United HealthCare terminated its contract with the agency effective December 1, 2002. Because operational reviews are used to work with the HMOs prospectively on how they can continue to meet their contractual obligations and serve the Medicaid clients linked with them, DMA has no plans of conducting a retrospective operational review with United HealthCare. South Care is the only contracted HMO at the present time.</p>
02-SA-64	Health and Human Services	<p><u>Allocations Not in Accordance With Cost Allocation Plan</u></p> <p>Partial corrective action has been taken. New procedures were put in place effective July 26, 2002 (Controller's Office procedure CF001) to improve the communication of changes needed to the Cost Allocation Plan (CAP). The Cost Accounting Branch in the Controller's Office implemented a new procedure (Controller's Office procedure CF027) effective April 28, 2003 to compare the CAP narrative to both the BD-701 RCC and the Access cost allocation database on a quarterly basis to identify any discrepancies between those three reference sources. Prior year adjustments to correct the cost allocations for RCC's 1224 and 1331 for the seven month period identified were completed September 14, 2003.</p> <p>Due to staff turnover and a delay in receiving the required data from the Division, the Controller's Office completed preparing the CAP amendment for the Quarter ending September 2002 on February 11, 2004 and completed the reconciliation of the CAP to the RCC Reports and Access Database Records on January 15, 2004.</p>
02-SA-65	Health and Human Services	<p><u>System of Tracking Time Contains Control Weaknesses</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services/SAMHSA.</p>
02-SA-66	Health and Human Services	<p><u>Excessive Funds Advanced to Subrecipients</u></p> <p>Full corrective action has been taken.</p>
02-SA-67	Health and Human Services	<p><u>Accounting Records Did Not Adequately Support Earmarking Requirements</u></p> <p>Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services/SAMHSA.</p>

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**For the Fiscal Year Ended June 30, 2003

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<b>Original Finding Number **</b>	<b>State Department</b>	<b>Current Status of Prior Audit Finding</b>
02-SA-68	Health and Human Services	<u>Inadequate Control Over Level of Effort Report for Tuberculosis Services</u>  Full corrective action has been taken.
02-SA-69	University of North Carolina at Chapel Hill	<u>Bank Reconciliations Not Timely</u>  Full corrective action has been taken, however awaiting management decision from the U.S. Department of Health and Human Services/OARCP.
02-SA-70	Administration	<u>Funds Transferred Without Equitable Distribution to the Federal Government</u>  Full corrective action has not been taken, however the Department of Health and Human Services has issued a final management decision and action taken was consistent with the final management decision.

\*\* The first two digits denote the June 30 fiscal year-end from whence the finding originated.

**Corrective Action Plan  
For the Year Ended June 30, 2003**

**Prepared by  
Office of the State Controller**



**CORRECTIVE ACTION PLAN**

For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
03-SA-1	Agriculture Bill Enlow (919) 733-2113	<p><u>Inadequate Monitoring of Subrecipient Audit Reports</u></p> <p>We concur with the audit finding. We were aware of the requirement for the subrecipients to submit audit reports but were not adequately following up to ensure compliance with OMB Circular A-133. We will implement procedures to comply with the requirements of OMB Circular A-133 regarding subrecipient audit reports.</p> <p><i>Anticipated Completion Date:</i> Corrective action was taken on February 26, 2004 to comply with OMB Circular A-133.</p>
03-SA-2	Health and Human Services Allen Hawks (919) 715-6766	<p><u>Improper Access to Computer Systems</u></p> <p>In the future, when an individual assumes a job within the Division of Public Health, experiences responsibility/job changes, or separates from the Division of Public Health, a form/checklist shall be completed by the supervisor with regards to said individual. An item on the form will address access to computer systems and indicate to which system(s) the individual has or requires access. If the individual is separating from the Division, the form will be submitted to the Human Resources Office as a part of the separation packet. If the individual is a new employee or a change of responsibility for an existing employee occurs, the form will also be submitted to the Human Resources Office. In all instances, Human Resources will forward the form to the Security Administrator in order that the individual's level of access to State computer systems may be determined and adjusted based on his/her status with the Division.</p> <p>Effectively immediately, an internal audit of users having access to computer systems will occur in order to assure appropriate individuals have appropriate access. Thereafter, the Division will review on a bi-monthly basis a list of its employees with access to State computer systems and ensure that continued access is necessary for each employee.</p> <p><i>Anticipated Completion Date:</i> April 30, 2004.</p>
03-SA-3	Health and Human Services James Norris (919) 855-3717	<p><u>Cost Allocation Plans Not Submitted for Approval in a Timely Manner</u></p> <p>The January 2003 through March 2003 Cost Allocation Plan (CAP) amendments for the Division of Social Services (DSS) were submitted for Federal approval December 19, 2003 and receipt was acknowledged by the Department of Health and Human Services Division of Cost Allocation January 28, 2004. The April 2003 through June 2003 CAP amendments for DSS were completed March 15, 2004.</p> <p>CAP amendments for the period October 2002 through June 2003 were completed March 17, 2004 for the Division of Mental Health, Developmental Disabilities and Substance Abuse Services.</p>

**CORRECTIVE ACTION PLAN**

For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		<p>The Cost Allocation Branch of the DHHS Controller's Office expects to be up to date on all the required CAP amendments for the Division of Social Services by April 30, 2004 and for the Division of Mental Health, Developmental Disabilities and Substance Abuse Services by June 30, 2004.</p> <p><i>Anticipated Completion Date:</i> June 30, 2004.</p>
03-SA-4	Health and Human Services  Jane Schwartz (919) 733-7831	<p><u>Fiscal Monitoring Not Performed On Nutrition Education Subrecipients</u></p> <p>Programmatic monitoring was completed for FFY 2003 on all projects operating in counties where a Food Stamp Management Evaluation Review was completed. Fiscal monitoring for FFY 2003 was completed in December 2003 for projects operated through North Carolina State University (NCSU); the review was delayed due to Hurricane Isabel's impact on staff availability. Using the results from FFY 2003 monitoring activities, additional refinement of the process and procedures for monitoring is being developed. Fiscal and programmatic monitoring is scheduled to be completed for all approved projects for FFY 2004 by September 30, 2004.</p> <p><i>Anticipated Completion Date:</i> September 30, 2004.</p>
03-SA-5	Commerce  Gloria Nance-Sims (919) 733-2850	<p><u>Federal Report Contained Erroneous Data</u></p> <p>The Financial Section and the Information Services Section will share joint responsibility for preparation of the Financial Summary Report, Part I of the Performance Evaluation Report (PER). In the future, all detailed financial information contained in the PER will be derived from the Grants Management System (GMS) financial tables. Staff will reconcile this information on a monthly basis. The Information Services Section will generate a cumulative report, which compares the grant financial database in GMS to the Grant's Registry database maintained by the Finance Section. The Finance Officer will review the report for accuracy, reconcile any inconsistencies, and prepare a written report.</p> <p>The Director and Assistant Director will review the monthly reports and the Financial Summary Report, Part I for compliance with the federal checklist as established by the US Department of Housing and Urban Development (HUD). The programming error, which resulted in the incorrect reporting of funds obligated under the Urgent Needs National Objective for 2002, has been corrected. To test for similar problems in the future, the Finance Officer and Information Services Section Chief will conduct a comparative analysis of the Grants Management System (GMS) database and the Grants Registry database on a quarterly basis. The Director and Assistant Director will receive a written report of the results.</p> <p>The Information Services Section Chief will be responsible for conducting</p>

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For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		<p>quarterly reviews of the PER database and the Grant Activities Budget database to ensure consistency. The Finance Officer will review the report for accuracy and reconcile any variations. A written report of this review will be provided to the Director and Assistant Director.</p> <p>The 2003 PER is presently being completed for submission to US Department of Housing and Urban Development (HUD) by March 31, 2004. To ensure accuracy, the staff will complete the HUD checklist prior to submission. All other corrective action procedures will be implemented for the 2004 PER reporting period.</p> <p><i>Anticipated Completion Date:</i> Corrective action was completed on March 12, 2004.</p>
03-SA-6	Employment Security Commission  Mike McGuffey (919) 733-5207	<p><u>Written Procedures Not Followed for Time Reporting and Purchases</u></p> <p>The Director of Public Information is required to work many hours that do not conform to a regular eight hour day and that require him to work at locations other than the central office. The Commission believes the Director worked all of the hours questioned in this audit. <i>Corrective Action:</i> The Commission has asked all staff to insure their hours are adequately documented when they do not conform to a standard eight hour day.</p> <p>A review by commission staff found all of the equipment questioned in possession of the Commission. Also, Division Directors have always been allowed discretion over purchases for their Division and all purchases in this report are within that discretion. <i>Corrective Action:</i> The Commission has reviewed and updated its purchasing guidelines and disseminated them to all Divisions so that the requirements are clear and understood.</p> <p><i>Anticipated Completion Date:</i> Corrective Action was completed on April 30, 2003.</p>
03-SA-7	Employment Security Commission  Mike McGuffey (919) 733-5207	<p><u>Written Procedures Not Followed for Time Reporting and Purchases</u></p> <p>See 03-SA-6 for Corrective Action Plan.</p>
03-SA-8	Employment Security Commission  MarySue Brown (919) 733-4806	<p><u>Significant Weaknesses Over Information Systems General Controls</u></p> <p>In late 2003, the Commission began efforts to update and formalize its IS Security Policies, Standards and Procedures. An Information Security Program charter and the policy and standard describing the structure of the program have been developed and approved by executive management. As part of this effort, the instructions relating to security which reside in the Internal Security Handbook, various bulletins, manuals, forms and associated instructions, work unit procedures, web pages and ISO 9000</p>

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For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		<p>management system have been identified. The content is being reviewed, updated and circulated for comment prior to publication. Those sections relating to granting and revoking system access will be incorporated in the Intranet based Integrated Management System which is accessible by all employees and will facilitate keeping the information and instructions current.</p> <p>The revised and accessible procedures should help to alleviate these issues. Having these procedures will facilitate our ability to maintain and update them for currency and for staff and managers to reference.</p> <p><i>Anticipated Completion Date:</i> July 31, 2004.</p>
03-SA-9	Employment Security Commission  Mike McGuffey (919) 733-5207	<p><u>Bank Reconciliations Not Performed Timely or With Unresolved Items</u></p> <p>Claims and Benefit Account: A daily bank reconciliation process was implemented which identified the erroneous month end figures that could not be reconciled due to our conversion to the State Treasurer Positive Pay check clearing process and changes to our bank reconciliation program. A new process is now in place and operating correctly.</p> <p>Administrative Account: Because of the more serious problem in the Claims and Benefit account, this received limited attention until that issue was resolved. However, the account was analyzed each month, the small discrepancies were noted and the Supervisor of Accounting and Reporting was apprised of the situation. There is now a team working to resolve the problem.</p> <p><i>Anticipated Completion Date:</i> April 30, 2004.</p>
03-SA-10	Employment Security Commission  Tim Parker (919) 733-7310	<p><u>Controls Over Equipment Management Need Improvement</u></p> <p>The assets not recorded in the Magic database will be obtained and the information will be entered into Magic. The inventory procedures will address the validation of the descriptions during the annual inventory. Cost Center managers should also validate location during the annual inventory and make location corrections via the Asset Manager program. The revised procedures will reflect this process. Reports will be produced to determine if no funding source is listed.</p> <p><i>Anticipated Completion Date:</i> April 30, 2004.</p>
03-SA-11	Employment Security Commission  Mike McGuffey (919) 733-5207	<p><u>Written Procedures Not Followed for Time Reporting and Purchases</u></p> <p>See 03-SA-6 for Corrective Action Plan.</p>

**CORRECTIVE ACTION PLAN**For the Fiscal Year Ended June 30, 2003

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<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
03-SA-12	Employment Security Commission MarySue Brown (919) 733-4806	<u>Significant Weaknesses Over Information Systems General Controls</u>  See 03-SA-8 for Corrective Action Plan.
03-SA-13	Employment Security Commission Mike McGuffey (919) 733-5207	<u>Bank Reconciliations Not Performed Timely or With Unresolved Items</u>  See 03-SA-9 for Corrective Action Plan.
03-SA-14	Employment Security Commission Manfred Emmrich (919) 733-7522	<u>Insufficient Documentation to Determine Claimant Eligibility</u>  Local Office staff and management will be instructed at the UI Conference, August, 2004, the ES Management Conference, September, 2004 and throughout the year to ensure that all forms are completed and maintained in accordance with the Local Office Claims Manual, Employment Security Law and ESC regulations.  <i>Anticipated Completion Date:</i> September 30, 2004.
03-SA-15	Employment Security Commission Tim Parker (919) 733-7310	<u>Required Debarment Certifications Were Not Obtained</u>  We have since obtained letters from vendors to fulfill the requirement as far back as July, 2003.  <i>Anticipated Completion Date:</i> March 31, 2004.
03-SA-16	Employment Security Commission MarySue Brown (919) 733-4806	<u>Significant Weaknesses Over Information Systems General Controls</u>  See 03-SA-8 for Corrective Action Plan.
03-SA-17	Employment Security Commission Mike McGuffey (919) 733-5207	<u>Bank Reconciliations Not Performed Timely or With Unresolved Items</u>  See 03-SA-9 for Corrective Action Plan.
03-SA-18	Employment Security Commission Manfred Emmrich (919) 733-7522	<u>Documentation Not Maintained for Calculation of Benefits for Trade Adjustment Assistance</u>  The Employment Security Commission will ensure through instruction and training that adequate documentation is maintained to document all

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<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		payments of Trade Readjustment Allowance benefits.  <i>Anticipated Completion Date:</i> September 30, 2004.
03-SA-19	Employment Security Commission MarySue Brown (919) 733-4806	<u>Significant Weaknesses Over Information Systems General Controls</u>  See 03-SA-8 for Corrective Action Plan.
03-SA-20	Employment Security Commission Mike McGuffey (919) 733-5207	<u>Bank Reconciliations Not Performed Timely or With Unresolved Items</u>  See 03-SA-9 for Corrective Action Plan.
03-SA-21	Employment Security Commission MarySue Brown (919) 733-4806	<u>Significant Weaknesses Over Information Systems General Controls</u>  See 03-SA-8 for Corrective Action Plan.
03-SA-22	Employment Security Commission Mike McGuffey (919) 733-5207	<u>Bank Reconciliations Not Performed Timely or With Unresolved Items</u>  See 03-SA-9 for Corrective Action Plan.
03-SA-23	Employment Security Commission MarySue Brown (919) 733-4806	<u>Significant Weaknesses Over Information Systems General Controls</u>  See 03-SA-8 for Corrective Action Plan.
03-SA-24	Employment Security Commission Mike McGuffey (919) 733-5207	<u>Bank Reconciliations Not Performed Timely or With Unresolved Items</u>  See 03-SA-9 for Corrective Action Plan.
03-SA-25	Employment Security Commission MarySue Brown (919) 733-4806	<u>Significant Weaknesses Over Information Systems General Controls</u>  See 03-SA-8 for Corrective Action Plan.
03-SA-26	Employment Security Commission Mike McGuffey	<u>Bank Reconciliations Not Performed Timely or With Unresolved Items</u>  See 03-SA-9 for Corrective Action Plan.

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<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
	(919) 733-5207	
03-SA-27	Employment Security Commission MarySue Brown (919) 733-4806	<u>Significant Weaknesses Over Information Systems General Controls</u>  See 03-SA-8 for Corrective Action Plan.
03-SA-28	Employment Security Commission Mike McGuffey (919) 733-5207	<u>Bank Reconciliations Not Performed Timely or With Unresolved Items</u>  See 03-SA-9 for Corrective Action Plan.
03-SA-29	University of North Carolina at Chapel Hill Scott Blackwood (919) 962-4675	<u>Tracking of Subrecipient Audit Reports – Research and Development Cluster</u>  Management concurs with the condition of the finding. The finding is a result of a significant increase in the number of subcontracts requiring subrecipient monitoring. From fiscal year 1999 to fiscal year 2003 the numbers increased from 466 to 842, nearly doubling. No additional staffing was added in 1987/88 when subrecipient monitoring became a compliance mandate under A-128 and now A-133, while the federal government continues to increase areas and complexity of compliance staffing has remained the same. The Office of Sponsored Research is in the midst of reorganization and is looking to add additional positions in the Post Award Services area as a means to strengthen compliance and to once again provide full monitoring of subrecipients. The increased staffing will allow us to support our tracking system to ensure that all required subrecipient audit reports are reviewed in a timely manner.  <i>Anticipated Completion Date:</i> June 30, 2004.
03-SA-30	University of North Carolina at Chapel Hill Scott Blackwood (919) 962-4675	<u>Tracking of Subrecipient Audit Reports – Research and Development Cluster</u>  See 03-SA-29 for Corrective Action Plan.
03-SA-31	Transportation Mark Foster (919) 733-3624	<u>Required Suspension and Debarment Certifications Were Not Obtained</u>  NCDOT is implementing measures to include the debarment clause in agreements.  <i>Anticipated Completion Date:</i> This will be an on-going effort within the Department.

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<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
03-SA-32	Transportation William H. Williams (919) 840-0112	<u>Required Information Not Filed With the Federal Aviation Administration (FAA)</u>  The Memorandum of Agreement will be reviewed and updated if necessary to ensure all federal reports are submitted in accordance with the federal agreement. Quarterly meetings have been established with FAA to discuss programmatic issues.  <i>Anticipated Completion Date:</i> March 24, 2004.
03-SA-33	Transportation William H. Williams (919) 840-0112	<u>Subrecipient Monitoring Procedures Not Documented</u>  NCDOT agrees with the finding. The Division of Aviation will develop and update forms to document monitoring of subrecipient activities.  <i>Anticipated Completion Date:</i> July 1, 2004.
03-SA-34	Correction Paul Gross (919) 716-3300	<u>Funds Transferred Without Equitable Distribution to the Federal Government</u>  The Department of Correction (DOC) was complying with fund transfer requirements which were mandated by the N.C. Legislature through General Statutes and Budget Bills. The DOC will discuss with the appropriate federal agency and N.C. Legislature, the proper course of action to address the audit finding related to transfers out of Correction Enterprises to the State's General Fund and to the Crime Victim's Compensation Fund.  <i>Anticipated Completion Date:</i> June 30, 2004.
03-SA-35	Transportation Mark Foster (919) 733-3624	<u>Time Records Not Approved</u>  NCDOT agrees the sample taken did not have the required signatures. A memorandum was distributed by the Secretary of Transportation November 19, 2003 reinforcing the requirement to have employee signatures and supervisor approval on all timesheets prior to entry into the computer system.  <i>Anticipated Completion Date:</i> Corrective action was completed on November 19, 2003.
03-SA-36	Transportation Mark Foster (919) 733-3624	<u>Employees Overpaid Due to Clerical Error</u>  NCDOT agrees with the finding. In May of each year, the Payroll Manager and the Payroll Accountant will calculate independently the work hours for the fiscal year. This will be presented to upper management for review



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For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		before it is applied to the payroll system.
		<i>Anticipated Completion Date:</i> Corrective action was completed on August 27, 2003.
03-SA-37	Transportation Mark Foster (919) 733-3624	<u>Required Suspension and Debarment Certifications Were Not Obtained</u>  See 03-SA-31 for Corrective Action Plan.
03-SA-38	Transportation Steven DeWitt (919) 733-2210	<u>Testing Standards Not Met in Accordance With Quality Assurance Program</u> <ul style="list-style-type: none"> <li>• Better communication between project personnel and the IA inspector is needed to insure all samples are taken prior to the material being covered. This issue has been discussed with the IA Inspector for the contract identified in the audit report. No other action is planned unless additional instances of inadequate IA tests are identified.</li> <li>• The Department's QC staff will identify specific instances of inconsistent and unreliable test results that are produced by HiCAMS. Defects in current functionality are classified as "production problems" and will be corrected as soon as possible. Correction of any defects should be implemented with the next version of HiCAMS, which is scheduled to be deployed September 2004.</li> <li>• If additional HiCAMS functionality is needed for reporting the QC test results, development of those function(s) will be included in the project plan and implemented consistent with the priority of the function(s) and available resources.</li> <li>• A systematic review is being made of the HiCAMS data to identify instances of the improper material being reported. When an instance of the improper material being reported is identified that affects fewer than five records, the records will be corrected immediately. When an instance of the improper material being reported is identified that affects five or more records, the HiCAMS staff will run an automated procedure within 30 days to correct the records.</li> </ul> <p>The HiCAMS staff provided initial user training for HiCAMS applications. The need for additional HiCAMS training was identified more than a year ago, but has not been provided because of HiCAMS staff reduction. The Construction Unit staff is currently developing HiCAMS training material, and initial instruction will be provided to staff in each Resident Engineer's</p>

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For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		<p>office by July 1, 2004. By December 1, 2004, at least two employees in each highway division will be provided detailed training for HiCAMS applications. The employees who receive the detailed training will serve as a resource for other employees in their respective division.</p> <p>The importance of performing sampling and testing in accordance with the Minimum Sampling Guide will be discussed with the staff of each Resident Engineer's office by July 1, 2004. A follow-up review of compliance with the Minimum Sampling Guide will be made by April 1, 2005.</p> <ul style="list-style-type: none"> <li>By July 1, 2004, the staff of each Resident Engineer's office will be provided instruction for determining the quantity of material represented by samples of various types of material.</li> </ul> <p><i>Anticipated Completion Date:</i> Various completion dates as defined in the narrative above.</p>
03-SA-39	Environment and Natural Resources  Rod Davis (919) 733-4166	<p><u>Controls Not in Place to Prevent Overpayments</u></p> <p>All funds were recouped during the audit year, no further action is necessary regarding the overpayments identified in the audit.</p> <p>The Department has procedures in place to prevent overpayments. The two overpayments were the result of one employee not following those procedures. Corrective action has already taken place within the Division of Environmental Health, and our operating manual relating to separation of employees has been revised to emphasize verification of leave balances for separating employees. In addition, the DENR Internal Auditor will audit employee separations on a routine basis to ensure compliance with Department policies and procedures. We are currently auditing the first six months of SFY 2003-04.</p> <p><i>Anticipated Completion Date:</i> January, 2004.</p>
03-SA-40	Crime Control and Public Safety  Bennie Aiken (919) 733-2193	<p><u>Federal Funds Not Drawn in Accordance with Agreement</u></p> <p>The Department agrees with this finding. Procedures will be implemented to ensure that drawdown and expenditure reports are accurately prepared and double-checked prior to submission. The importance of complying with all aspects of the CMIA will be reemphasized to all responsible employees. Internal controls will be strengthened to ensure that drawdowns are made in compliance with the CMIA agreement.</p> <p><i>Anticipated Completion Date:</i> May 31, 2004.</p>

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<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
03-SA-41	Crime Control and Public Safety  Bennie Aiken (919) 733-2193	<u>Required Debarment Certifications Not Obtained</u>  The Department agrees with this finding. Federal Emergency Management Agency (FEMA) Summary Sheets for Assurances and Certifications have been obtained. Division of Emergency Management employees will work to ensure that Assurances and Certification forms are incorporated into each subgrantee application for the required certifications. Procedures will be established to ensure compliance with the current federal debarment and suspension regulations for all grants to subrecipients for \$100,000 or more. These procedures will be implemented prior to May 31, 2004.  <i>Anticipated Completion Date:</i> May 31, 2004.
03-SA-42	Crime Control and Public Safety  Bennie Aiken (919) 733-2193	<u>Public Assistance Grants Progress Reports Not Submitted</u>  The Department agrees with this finding. At FEMA's direction, the Division of Emergency Management submitted progress reports electronically using FEMA's National Emergency Management Information System (NEMIS). However, documented evidence of these submissions was not available for review. Only FEMA's Public Assistance staff can retrieve printed copies of quarterly reports through NEMIS. The Division Director has requested FEMA's Regional Director to provide documentation of the previously submitted quarterly reports. In addition, procedures will be established to provide ongoing confirmation of submitted reports.  <i>Anticipated Completion Date:</i> March 31, 2004.
03-SA-43	Crime Control and Public Safety  Bennie Aiken (919) 733-2193	<u>Inadequate Tracking of Subrecipient Audit Reports</u>  The Department agrees with this finding. On March 9, 2003, the North Carolina Division of Emergency Management hired a Governmental Accounts Auditor who has been assigned responsibility for working with subrecipients and staff members of Public Assistance, Hazard Mitigation, and Homeland Security to ensure that all OMB Circular A-133 Single Audit Act requirements are completed in a timely manner. In addition, the Division of Emergency Management will correspond with subrecipients, requesting copies of their audit reports. The Governmental Accounts Auditor will review the reports for relevant findings, and a management decision will be issued on audit findings within six months of receipt of each audit report.  <i>Anticipated Completion Date:</i> April 30, 2004.
03-SA-44	Transportation  Jennifer Brandenburg	<u>Inaccurate Labor Rates Used in Calculation of Grant Charges</u>  Controls are now in place due to the implementation of a new accounting

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<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
	(919) 733-3725	system and manual calculations for overtime will no longer be required.  <i>Anticipated Completion Date:</i> Corrective action was completed on April 23, 2003.
03-SA-45	Transportation Mark Foster (919) 733-3624	<u>Required Suspension and Debarment Certifications Were Not Obtained</u>  See 03-SA-31 for Corrective Action Plan.
03-SA-46	Crime Control and Public Safety Bennie Aiken (919) 733-2193	<u>Federal Funds Not Drawn in Accordance with Agreement</u>  See 03-SA-40 for Corrective Action Plan.
03-SA-47	Crime Control and Public Safety Bennie Aiken (919) 733-2193	<u>Weaknesses Noted in Controls Over Fixed Assets</u>  The Department agrees with this finding. While the Division conducted physical inventories, the inventory count sheets and results were not forwarded to the Department for review, approval and adjustment of financial records, as necessary. Documented results of completed physical inventories will be submitted to the Department no later than April 5, 2004. The Division will ensure that State and Departmental policies requiring the completion and submission of annual physical inventories are followed. All improper access to the Fixed Asset System has been corrected, and procedures have been implemented to routinely review for proper limits on system access.  <i>Anticipated Completion Date:</i> April 5, 2004.
03-SA-48	Crime Control and Public Safety Bennie Aiken (919) 733-2193	<u>Required Debarment Certifications Not Obtained</u>  See 03-SA-41 for Corrective Action Plan.
03-SA-49	Crime Control and Public Safety Bennie Aiken (919) 733-2193	<u>Financial Status Reports Not in Agreement With Accounting Records</u>  The Department agrees with this finding. Procedures will be established to ensure that Financial Status Reports are accurate and reported in accordance with federal financial reporting requirements. In addition, the Department will modify the NCAS coding structure, where appropriate, to allow for adequate reconciliation of status report subsidiary records and the NCAS records.  <i>Anticipated Completion Date:</i> May 31, 2004.

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<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
03-SA-50	Crime Control and Public Safety  Bennie Aiken (919) 733-2193	<u>Inadequate Tracking of Subrecipient Audit Reports</u>  See 03-SA-43 for Corrective Action Plan.
03-SA-51	Community Colleges  Alice L. Smith (919) 807-7074	<u>Inappropriate Access to Critical NCAS Screens</u>  The Department will review and monitor access levels provided to employees and limit access on a need-to-use basis.  <i>Anticipated Completion Date:</i> Corrective Action was completed on December 12, 2003.
03-SA-52	Community Colleges  Arthur E. Hohnsbehn (919) 807-6992	<u>Weaknesses Noted in Program Change Control Procedures</u>  Hiring the staff to accomplish Quality Assurance and Configuration Management will relieve the staff programmers from being responsible for all three functions. This will ensure the controls are in place as required by the auditors.  <i>Anticipated Completion Date:</i> Six months after the completion of the hiring of the Quality Assurance Team.
03-SA-53	Department of Public Instruction  Larry McLamb (919) 807-3610	<u>Disbursements Not Adequately Supported</u>  We will review and strengthen our procedures for processing cash disbursements, including the filing procedures for paid invoices.  We will continue to search for the missing invoices.  <i>Anticipated Completion Date:</i> April 30, 2004.
03-SA-54	Department of Public Instruction  Larry McLamb (919) 807-3610	<u>Level of Effort Not Maintained for State Administration</u>  We disagreed with the finding as an exception in our written response, so we don't feel any corrective action is warranted. The Department of Public Instruction has made a concerted effort not to reduce the level of state funding in State Administration for Vocational Education. In fact, the level of effort by the Department actually increased by 2.8% from 2000 to 2001. The discrepancy in matching for 2001 was created solely by losing the use of matching expenditures from programs reassigned to North Carolina State University that had been used in previous years.  <i>Anticipated Completion Date:</i> Not Applicable.

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<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
03-SA-55	Department of Public Instruction  Larry McLamb (919) 807-3610	<p><u>Reallocations to Local Education Agencies (LEAs) Not Performed in Accordance With Federal Regulations</u></p> <p>We will take the necessary steps to allocate unexpended funds to all LEAs as required by federal regulations.</p> <p>We will update the Allotment Policy Manual and ensure that our communications between the program and fiscal personnel are strengthened.</p> <p><i>Anticipated Completion Date:</i> December 31, 2004.</p>
03-SA-56	N. C. Central University  Student Affairs Roland Gaines (919) 530-6342	<p><u>Controls over Processing Student Withdrawals for Title IV Refunds – Student Financial Assistance Cluster</u></p> <p>The University has streamlined the withdrawal process for the students. Students will be required to report their withdrawals to the Dean of Students. The Dean of Students will be responsible for notifying the Offices of the Registrar, Scholarships and Student Aid, Federal Loans, and Academic Affairs. This new and streamlined process enhances customer service to the student by creating a one-stop shop for withdrawing and greatly improves controls over processing student withdrawals.</p> <p><i>Anticipated Completion Date:</i> Corrective action was completed on March 1, 2004.</p>
03-SA-57	Randolph Community College  Kim Price (336) 633-0223	<p><u>Federal Pell Grant Overawards</u></p> <p>Student records are being evaluated for potential overaward or overpayment. At the conclusion of the review, a schedule of any and all such overawards or overpayments requiring resolution will be prepared and resolved according to Federal procedures.</p> <p><i>Anticipated Completion Date:</i> May 30, 2004.</p>
03-SA-58	Randolph Community College  Jonathan Smith (336) 633-0282	<p><u>Cash Drawdown From Incorrect Award Year</u></p> <p>The Business Office has corrected the drawdown made against the 2002-03 award year that should have been against the 2003-04 award year. Separate account numbers have been established to maintain differentiation in fiscal years.</p> <p><i>Corrective Action was Completed On:</i> March 16, 2004.</p>

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<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
03-SA-59	Health and Human Services  Richard Moore (919) 855-3650	<p><u>Basic Support Claims Not Properly Paid</u></p> <p>All refunds were requested on March 10, 2004.</p> <p>The Controller's Office confirmed with DVR on March 11, 2004 that signatures are only needed on medical invoices. DVR intends to make this clarification in their written policy. Until that written clarification is made, signatures will be required on all invoices. The missing signature was requested on March 19, 2004.</p> <p>In early March 2004, the VR claims processing subsystem was corrected to prevent miscalculations and errors. Enhancements were made to remove the default outpatient values. Additional pricing determinations and entries to indicate inpatient or outpatient services must now be entered by claims processors. These entries are cross-referenced in the system with the case service code before the reimbursement rate is calculated.</p> <p>On March 12, 2004, staff was advised of the processing errors and received additional instruction regarding proper processing of invoices.</p> <p><i>Anticipated Completion Date:</i> June 30, 2004.</p>
03-SA-60	Health and Human Services  Robert Deans (919) 855-3570	<p><u>Improper Access to Computer Systems</u></p> <p>It is the practice of the Division of Vocational Rehabilitation Services to immediately terminate ITS access by revoking the Resource Access Control Facilitator (RACF) ID the same date as an employee leaves. The Division felt that this action protected our data resources and also conformed to Departmental Policy. However, based on the findings and recommendations of the State Auditor we have initiated the following corrective action:</p> <ol style="list-style-type: none"> <li>1. All requests for access to the North Carolina Accounting System (NCAS) must be approved by the Division Budget Office.</li> <li>2. As employees terminate employment with the division, the respective manager will directly notify the Division Budget Officer to terminate access to NCAS effective with the termination date. This action will be in addition to the revocation of the RACF ID.</li> <li>3. The Division Budget Office has obtained access to an on demand report identifying all Division employees with access to NCAS. This report will be generated monthly and compared to the active employee roster to ensure appropriate access revocation for terminated employees.</li> </ol>

**CORRECTIVE ACTION PLAN**

For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		<i>Anticipated Completion Date:</i> June 30, 2004.
03-SA-61	Health and Human Services  Robert Deans (919) 855-3570	<u>Basic Support Claims Were Not Properly Paid</u>  The Division will request a joint meeting of the Division of Medical Assistance (DMA) Rate Setting Staff, Department Health and Human Services Controller staff and Division Budget Office staff to review all medical payment requirements and procedures and establish communications leading to greater checks and balances to ensure that the Division fully complies with DMA medical payment process. The Division will work with the DHHS Controller's staff to collect any overpayments.  <i>Anticipated Completion Date:</i> June 30, 2004.
03-SA-62	Health and Human Services  Elizabeth Bishop (919) 855-3566	<u>Control Weaknesses Over Determination and Documentation of Client Eligibility</u>  Corrective Action planned for both timeliness of eligibility decisions and completion of the DVR-0116 will include: <ul style="list-style-type: none"> <li>▪ Review of policy for needed changes to strengthen understanding and practice</li> <li>▪ Training at the state, regional and unit office level.</li> <li>▪ Review of policy and orientation for new counselors.</li> </ul> A statewide training and review plan will be utilized along with a status report to be completed, as each office is trained and individual situations corrected.  <i>Anticipated Completion Date:</i> June 30, 2004.
03-SA-63	N. C. Central University  Student Affairs  Roland Gaines (919) 530-6342	<u>Controls over Processing Student Withdrawals for Title IV Refunds – Student Financial Assistance Cluster</u>  See 03-SA-56 for Corrective Action Plan.
03-SA-64	University of North Carolina at Chapel Hill  Scott Blackwood (919) 962-4675	<u>Tracking of Subrecipient Audit Reports – Research and Development Cluster</u>  See 03-SA-29 for Corrective Action Plan.



**CORRECTIVE ACTION PLAN**For the Fiscal Year Ended June 30, 2003

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<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
03-SA-65	University of North Carolina at Chapel Hill Scott Blackwood (919) 962-4675	<u>Tracking of Subrecipient Audit Reports – Research and Development Cluster</u>  See 03-SA-29 for Corrective Action Plan.
03-SA-66	University of North Carolina at Chapel Hill Scott Blackwood (919) 962-4675	<u>Tracking of Subrecipient Audit Reports – Research and Development Cluster</u>  See 03-SA-29 for Corrective Action Plan.
03-SA-67	University of North Carolina at Chapel Hill Scott Blackwood (919) 962-4675	<u>Tracking of Subrecipient Audit Reports – Research and Development Cluster</u>  See 03-SA-29 for Corrective Action Plan.
03-SA-68	University of North Carolina at Chapel Hill Scott Blackwood (919) 962-4675	<u>Tracking of Subrecipient Audit Reports – Research and Development Cluster</u>  See 03-SA-29 for Corrective Action Plan.
03-SA-69	Health and Human Services James Norris (919) 855-3717	<u>Cost Allocation Plans Not Submitted for Approval in a Timely Manner</u>  See 03-SA-3 for Corrective Action Plan.
03-SA-70	Health and Human Services Jack Chappell (919) 733-0169	<u>Tentative Settlement Reports Not Finalized in a Timely Manner</u>  The Department will schedule a meeting with representatives from the Division of Mental Health/ Developmental Disabilities/ Substance Abuse Services' Budget and Finance Team, Controller's Office Rate Setting Branch, Controller's Office Regional Accountants and Division of Medical Assistance not later than June 30, 2004. The group will review existing practices and timeframes that impact completion of the Tentative Settlement Report in order to explore changes that may be implemented to expedite completion of the TSR within an acceptable timeframe.

*Anticipated Completion Date:* June 30, 2004.

**CORRECTIVE ACTION PLAN**

For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
03-SA-71	Health and Human Services  David Atkinson (919) 733-7831	<p><u>Documentation Lacking in TANF Case Files</u></p> <p>The Division of Social Services has completed modification of the Work First Monitoring tools, the modification of the Work First Monitoring Plan, and has hired two Work First Program Compliance Monitors who have assumed the responsibility of monitoring the Work First Program. In addition to the efforts of the Work First Field Staff to reinforce the requirement that all case files are complete and contain the required documentation, the monitors will annually select cases to monitor in each of the 100 counties to determine that the county is in compliance with program requirements.</p> <p><i>Anticipated Completion Date:</i> Corrective action was completed on March 1, 2004.</p>
03-SA-72	Health and Human Services  David Atkinson (919) 733-7831	<p><u>Monitoring Procedures In the Temporary Assistance for Needy Families Program Contained Weaknesses</u></p> <p>The Division of Social Services has completed modification of the Work First Monitoring tools, the modification of the Work First Monitoring Plan, and has hired two Work First Program Compliance Monitors who have assumed the responsibility of monitoring the Work First Program. The Division of Social Services feels that the TANF monitoring procedures are now sufficiently reinforced and implemented to ensure that cases identified as non-cooperative with Child Support requirements are properly monitored for IVD sanctions and that sanctions are imposed or resolved timely.</p> <p><i>Anticipated Completion Date:</i> Corrective Action was completed on March 1, 2004.</p>
03-SA-73	Health and Human Services  James Norris (919) 855-3717	<p><u>Cost Allocation Plans Not Submitted for Approval in a Timely Manner</u></p> <p>See 03-SA-3 for Corrective Action Plan.</p>
03-SA-74	Health and Human Services  Rosamond Metzger (919) 715-8985	<p><u>Fixed Asset Records Incomplete/Inaccurate</u></p> <p>The Controller's Office will work with the division coordinator to obtain the information necessary to record the equipment in the Fixed Asset System. Future listings will be returned to the coordinator to obtain the necessary information. Instructions have been given to Controller's Office staff to be very careful when reviewing changes made by field offices and to coordinate with the division coordinator to obtain the correct information. One county problem has been corrected and the system updated with correct information. We have requested information for the remaining locations and will correct the system as it is received.</p>

**CORRECTIVE ACTION PLAN**

For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		<p>Permanent asset numbers are assigned by the division fixed asset coordinator, whom we have contacted and from whom we are awaiting the missing information. We have been working closely with the division coordinator and continue to develop processes for the flow of information in order to assist with maintenance and accuracy of the Fixed Asset System.</p> <p><i>Anticipated Completion Date:</i> April 30, 2004.</p>
03-SA-75	Health and Human Services  Jane Smith  (919) 733-3055	<p><u>Weaknesses in Control Over Physical Inventory of Fixed Assets</u></p> <p>Develop list of fixed asset coordinators in each county department of social services to facilitate tracking of inventory worksheets.</p> <p><i>Anticipated Completion Date:</i> April 30, 2004.</p> <p>Implement already developed procedures to follow-up on missing inventory worksheets to ensure all are returned.</p> <p><i>Anticipated Completion Date:</i> June 30, 2004.</p> <p>Develop procedures to be sent with the annual inventory worksheets to facilitate accurate completion and accurate location tracking.</p> <p><i>Anticipated Completion Date:</i> May 1, 2004.</p>
03-SA-76	Health and Human Services  Beth Amos  (919) 255-3896	<p><u>Appropriate Action Not Taken in Child Support Cases</u></p> <p>The CSE will initiate discussions and share audit findings with Chief District Court Judges in an effort to increase court days available for child support hearings.</p> <p><i>Anticipated Completion Date:</i> September 30, 2004.</p> <p>This year CSE will complete the process of developing data warehouse programs to automate the OCSE Self-Assessment reports which allows CSE to review every case for performance compliance and to generate reports quarterly in addition to annually. CSE utilizes these reports to determine performance scores for each county and for each CSE agent, to identify cases that need corrective action, and to identify individuals and counties that require additional training. CSE will continue to utilize these reports to identify where corrective action is needed.</p> <p><i>Anticipated Completion Date:</i> June 30, 2004.</p> <p>To increase the number of cases that comply with the requirements to order and enforce medical insurance coverage for IV-D children, CSE will work with the Division of Medical Assistance to improve the interface between their automated system (EIS) and CSE's automated system</p>

**CORRECTIVE ACTION PLAN**

For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		(ACTS).
		<i>Anticipated Completion Date:</i> February 28, 2005.
		CSE plans to initiate a program to establish group health insurance plans for IV-D children. These plans will enable NCP's to obtain group coverage when none is available through their employer or is not available at a reasonable cost.
		<i>Anticipated Completion Date:</i> July 1, 2006.
03-SA-77	Health and Human Services James Norris (919) 855-3717	<u>Cost Allocation Plans Not Submitted for Approval in a Timely Manner</u>  See 03-SA-3 for Corrective Action Plan.
03-SA-78	Health and Human Services James Norris (919) 855-3717	<u>Cost Allocation Plans Not Submitted for Approval in a Timely Manner</u>  See 03-SA-3 for Corrective Action Plan.
03-SA-79	Health and Human Services Kevin Kelley (919) 733-4570	<u>Foster Care Child Maintenance Adjustments From Counties Not Processed</u>  The Division of Social Services (DSS) is working on the backlog of adjustments but does not anticipate being current until the vacant position is filled. The position responsible for this activity has been reclassified based on the new job description in order to attract qualified candidates. The position was posted on March 17, 2004, thereby beginning the selection process.  <i>Anticipated Completion Date:</i> June 30, 2004.
03-SA-80	Health and Human Services Paul Cole (919) 855-3686	<u>Foster Care Facility Rates Inaccurate</u>  The Rate Setting Branch of the DHHS Controller's Office discovered that SFY 2002-2003 rates within the Foster Care System were incorrect. All differences in the rates have been identified and the Controller's Office is working with the Division of Social Services to process adjustments by each child served. It is anticipated that due to the labor intensity of researching each child's records, those adjustments will not be fully completed until June 30, 2004.  <i>Anticipated Completion Date:</i> June 30, 2004.

**CORRECTIVE ACTION PLAN**

For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
03-SA-81	Health and Human Services  Kevin Kelley (919) 733-4570	<p><u>Incorrect Facility Rates In the Foster Care Computer System</u></p> <p>To ensure that rates are correct, the Division of Social Services (DSS) implemented the same procedures utilized by the state auditor which consists of a review of the PQA120 report and comparing the rates to the Dear County Director of Social Services letter for reimbursements paid for placements beginning January 1, 2004.</p> <p><i>Anticipated Completion Date:</i> Corrective action was completed on December 31, 2003.</p> <p>DSS has initiated a request to the Division of Information Resource Management to develop an automated method of rate setting. The development of an automated system requires detailed research into the computer code as well as a review of past payment reports by DSS and Controller staff to ensure the integrity of the system is preserved.</p> <p><i>Anticipated Completion Date:</i> May 20, 2004.</p> <p>Adjustments to correct the \$11,299 in overpayments have been made. Correct rates have been developed and DSS will determine the necessary adjustments for each facility and complete the process by June 2004.</p> <p><i>Anticipated Completion Date:</i> June 30, 2004.</p>
03-SA-82	Health and Human Services  Adolph Simmons (919) 722-3801	<p><u>Improper Access to Foster Care Computer Systems</u></p> <p>All invalid access was fixed in the System by February 15, 2004.</p> <p><i>Anticipated Completion Date:</i> Corrective action was completed on February 15, 2004.</p> <p>The Division of Social Services reorganized effective May 1, 2003 and additional resources were dedicated to the Family Support and Child Welfare Services Section, data management team. This team will develop, implement and maintain a systematic methodology for tracking and updating employee access to the information systems.</p> <p><i>Anticipated Completion Date:</i> June 30, 2004.</p>
03-SA-83	Health and Human Services  Kevin Kelley (919) 733-7831	<p><u>Ineligible Payments Charged to Foster Care IV-E Program</u></p> <p>The Division has begun the implementation of a monitoring plan which will assist with ensuring that counties properly document the eligibility determination and use of funds consistent with the federal and State laws, rules and policies.</p>

**CORRECTIVE ACTION PLAN**

For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		<i>Anticipated Completion Date:</i> June 30, 2004.
03-SA-84	Health and Human Services JoAnn Lamm (919) 733-9467	<u>Monitoring Not Performed On Vendors Responsible For Compliance Requirements</u>  Develop monitoring tools geared specifically to the contracts in question.  <i>Anticipated Completion Date:</i> June 30, 2004.  Use these tools to monitor such contracts for fiscal year 2004-2005.  <i>Anticipated Completion Date:</i> June 30, 2005.
03-SA-85	Health and Human Services James Norris (919) 855-3717	<u>Cost Allocation Plans Not Submitted for Approval in a Timely Manner</u>  See 03-SA-3 for Corrective Action Plan.
03-SA-86	Health and Human Services Jack Chappell (919) 733-0169	<u>Tentative Settlement Reports Not Finalized in a Timely Manner</u>  See 03-SA-70 for Corrective Action Plan.
03-SA-87	Health and Human Services David Atkinson (919) 733-7831	<u>Inadequate Monitoring of Social Services Block Grant Program</u>  The Division of Social Services has begun implementation of its updated monitoring plan, which includes monitoring of SSBG activities and services in the child welfare program area. Under this plan, by June 30, 2004, the Division will monitor SSBG services and activities for minors under age 18 in 30 counties.  <i>Anticipated Completion Date:</i> June 30, 2004.
03-SA-88	Health and Human Services Wanda Mitchell (919) 733-7013	<u>Inadequate Subrecipient Monitoring of Social Services Block Grant (SSBG) Program</u>  The Division is strengthening its current monitoring process to include risk based programmatic and fiscal monitoring of SSBG beginning in SFY 2003-2004.  <i>Anticipated Completion Date:</i> June 30, 2004.

**CORRECTIVE ACTION PLAN**

For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
03-SA-89	Health and Human Services  Lacey Barnes (919) 857-4114	<p><u>Documentation Lacking in State Children's Insurance Program Case Files</u></p> <p>DMA will implement corrective action through our Medicaid Program Representatives (MPR) and other monitoring to reinforce the importance of appropriate documentation and what must be kept on file.</p> <p>DMA regularly conducts reviews of case files through:</p> <ul style="list-style-type: none"> <li>▪ Quality Control Reviews – Statistical case sampling is performed to test compliance with the state's eligibility policies and instructions.</li> <li>▪ Applications Monitors – Evaluate county records to assure benefits are issued in a timely and accurate manner, and that individuals are not discouraged from applying for benefits.</li> <li>▪ Medicaid Program Representatives – provide policy training, case consultation and technical assistance. They also perform targeted monitoring for selected program components or modification and conduct special reviews of case records for appropriate eligibility determination as assigned.</li> </ul> <p>The Medicaid Program Representatives work with the local county departments of social services to assure that recipient's files are complete. This includes use of a checklist when needed as well as training that includes the components of appropriate documentation, notices of benefits, and forms that should be retained in recipient files. Through statewide and local training efforts our staff reinforce periodically the necessity and importance of thorough documentation in the local case records.</p> <p><i>Anticipated Completion Date:</i> Ongoing.</p>
03-SA-90	Comprehensive Major Medical Plan  Catey Terrill (919) 785-5005	<p><u>Inadequate Controls Over the Processing Of Financial Transactions</u></p> <p>The Plan is currently working to revise the Policy and Procedures Manual for the Accounting Section of this office. In the manual we have addressed the findings of the State Auditor's Office.</p> <p>The Plan will reconcile all material accounts to the year-end financial statement balances and reconcile general ledger balances to the monthly summary spreadsheets provided by BCBS. This will be available to the State Auditor's office when they are working on the audit of the Plan.</p> <p>The reporting errors are due to the fact that the entries were entered into the system the prior year so that they would automatically reverse themselves. Evidently the system did not reverse them as it should have. It is the Plan's belief after speaking with the Controller's Office that DHHS should have made any entries for the CHIP Program.</p>

**CORRECTIVE ACTION PLAN**

For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		<p>It is now the policy of the Plan to provide copies of all contracts with any invoice paid. There is a procedure in place whereby each invoice is reviewed and approved by an authorized official. It is also our policy to ensure that all invoices are stamped paid so as to prevent duplicate payment. There is also another mechanism in place to ensure that no invoice is paid twice. The NCAS system will let us know if an invoice number has already been paid. If the Plan receives this message when entering an invoice it is our policy to investigate when it was paid and the amount. The vendor will then be notified that they invoiced us previously and that we will not pay this second invoice.</p> <p>Currently all Journal Vouchers are reviewed prior to the Accounting Technician entering them into the system. The form is currently being filled out completely. In the past it was left blank on prior entry forms since these were two sided entries which must equal and the total was the same for both debit and credit. Descriptions are now being entered into NCAS with all Journal Entries.</p> <p>It was the practice of the Plan to enter the Journal Entries after all reports were received from BCBS. The entries were made towards the end of the month since reports were not available on line until the last week of the month. This allowed the Plan to reconcile what was entered into the Cash Management System with what BCBS reported on their Daily Cash Report. Since there were only two to three entries a day it was felt that it was more cost effective to only enter Journal Entries on a weekly or monthly basis. Our policy has changed to meet the requirements of the State Auditor to enter the Journal Entries within two to three days after entering them into the Cash Management System.</p> <p>In summary, with the revision of the Policy and Procedure Manual we have incorporated the recommendation of the State Auditor's Office.</p> <p><i>Anticipated Completion Date:</i> Ongoing.</p>
03-SA-91	Health and Human Services  Mark Benton (919) 857-4011	<p><u>Final Cost-Settlements Not Performed</u></p> <p>The report is correct that DSH cost settlements for the years in question have not been completed. Division staff informed the auditors that Division management over a year ago established completion of the costs settlements as a priority. Since that time, Division management has devoted significant time and resources to working through data and legal issues that must be resolved before the settlements can be completed. The Division cannot control or predict the time that will be required for their resolution, since management must await input and work cooperatively with CMS. Because of the substantial dollar amounts in issue, observance of an arbitrary deadline for resolving these issues would not serve the public interest and could adversely affect health care delivery in the State.</p>



**CORRECTIVE ACTION PLAN**

For the Fiscal Year Ended June 30, 2003

Finding Number	Department/ Contact Person/ Phone Number	Corrective Action Planned
		<p>The report also suggests that the delay in completion of cost settlements "means the State may have exceeded the total costs of providing inpatient and outpatient services to Medicaid and uninsured patients." No one can disagree with that statement, since until <i>any</i> cost settlement is completed it is possible that payments have exceeded costs (or vice versa). It is important to note, however, that whether and by how much Medicaid payments may have exceeded hospitals costs cannot be established until the technical and legal issues described above are resolved. For example, the State contends (and is seeking CMS acquiescence) that unreimbursed costs that hospitals have incurred to pay physicians to provide hospital inpatient services to uninsured patients qualify as inpatient hospital costs that can be covered through DSH payments. Until this and similar cost-settlement issues are resolved, the amounts, if any, by which hospitals have been overpaid cannot be determined. Again, these are matters that Division management is working diligently to resolve.</p> <p><i>Anticipated Completion Date:</i> Ongoing.</p> <p>The report recommends that Division management establish an internal control system that will assure compliance with federal laws, regulations, and the Medicaid State Plan, in particular by assuring that cost settlements are performed within twelve months of receipt of completed and audited cost reports. The Division's response to this recommendation is twofold. First, while there are federal law and State plan interpretation issues that remain to be resolved, Division management is confident that there has been no failure to comply with any clear requirement of federal law in the implementation of North Carolina's DSH payment program. Similarly, while the Medicaid State plan does call for DSH cost settlements to be completed within twelve months of receipt of completed and audited cost reports, this standard -- like most such standards -- is a goal and best practice rather than a binding rule. Second -- and more important, in the view of Division management -- the Division has developed and will soon propose amendments to its DSH program to make the payments entirely prospective, thus eliminating the need for cost settlement in the future.</p> <p><i>Anticipated Completion Date:</i> March 31, 2004 and Ongoing.</p>
03-SA-92	Health and Human Services  Mark Benton  (919) 857-4011	<p><u>The Division Ceded Control of the DSH and Supplemental Payment Program Which Created a Conflict of Interest</u></p> <p>Division management does not take issue with the reports' findings that the Division should establish and maintain improved internal controls to maintain the integrity of hospital payment programs; indeed, current management has already taken steps to make sure that the needed controls, including review and reconciliation of hospital cost data and oversight of payment calculations, are being implemented. At the same time, however, the Division would note that there is no basis for the reports' suggestion that Medicaid providers may not assist the Division in</p>

**CORRECTIVE ACTION PLAN**

For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		<p>developing State plan language and negotiating with CMS. The hospital provider that in the past was most involved in these activities is a <i>public</i> (not private) safety-net provider with high Medicaid and low-income utilization rates that give it a vital interest in and willingness to assist with the administrative burden of the State's DSH and supplemental reimbursement initiatives. Because the Division is the single state Medicaid agency, it is clear that it must exercise and maintain administrative responsibility for, and control over, these programs. However, the Division cannot fairly be criticized for cooperating with, and seeking input from, public safety-net hospitals, who have provided State match for enhanced Medicaid payments, to assure that these reimbursement initiatives achieve their goals.</p> <p><i>Anticipated Completion Date:</i> March 2003 – March 2004.</p>
03-SA-93	Health and Human Services  Mark Benton (919) 857-4011	<p><u>Division of Medical Assistance Did Not Make Direct Payments to Providers</u></p> <p>Beginning with DSH payments made on March 18, 2004, for the quarters ending Decemblers 31, 2003 and March 31, 2004, the Division ceased making payments DSH payments pursuant to the escrow agreement. All DSH and Supplemental payments are now made directly to the participating hospital account.</p> <p><i>Anticipated Completion Date:</i> March 18, 2004.</p>
03-SA-94	Health and Human Services  Mark Benton (919) 857-4057	<p><u>Unreimbursed Uninsured Patient Cost or "Super" DSH Payments Were Made to Ineligible Hospitals</u></p> <p>While the Department and Division agree that the State Plan contains ambiguity, we disagree with the findings the "Super" DSH payments were made to hospitals that failed to meet the Super DSH eligibility of the State Medicaid Plan. The Division is submitting a State Plan Amendment to CMS in March 2004 to clarify and eliminate ambiguity, as well as to codify our long-standing intent and practice.</p> <p><i>Anticipated Completion Date:</i> N/A.</p>
03-SA-95	Health and Human Services  Mark Benton (919) 857-4011	<p><u>The Division Made Excessive Medicaid Inpatient Supplemental Payments</u></p> <p>The Division agrees that we should use the most accurate cost and payment data available and should implement improved internal controls to verify the accuracy or reasonableness of hospital cost data and estimates. The Division has taken steps to implement these recommendations. As to the recommendation that the Division perform supplemental payment cost settlements in a timely manner, we have developed (and will submit to CMS by March 31, 2004) a state plan amendment to make these payments entirely prospective, eliminating the need for cost settlement.</p>

**CORRECTIVE ACTION PLAN**

For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		<i>Anticipated Completion Date:</i> State Plan Amendment submitted on/before March 31, 2004, CMS approval sometime thereafter.
03-SA-96	Health and Human Services  T. H. Galligan (919) 733-6390	<p><u>Medicare Costs Inappropriately Included in Medicaid Cost Determination</u></p> <p>DMA disagrees with the report's assertion that it has inappropriately included Medicare costs in its determination of average daily rates paid to long-term care Medicaid providers. Medicare costs are recognized and excluded from payments made to such providers when cost settlements are effected annually. This annual cost allocation and settlement process recognizes costs attributable to Medicare patients and excludes them by utilizing patient census and ancillary patient charges information according to payor type, including the Medicare payor type.</p> <p>DMA's cost allocation and settlement process rests on the assumption that there is an identity in acuity level between a Medicare patient and a Medicaid patient at the skilled level care. The report argues that Medicare patients generally are at a higher acuity level than skilled level Medicaid patients and therefore DMA's cost allocation process allocates and insufficient amount of cost to the Medicare payor type such that payment rates for Medicaid payors are overstated. The report implicitly demands DMA recognize a Medicare level of care at a heightened acuity in its cost allocation and settlement process.</p> <p>42 CFR Section 447.253 states that rates paid by the Medicaid agency for long term care services must be determined in accordance with methods and standards specified in an approved state plan. North Carolina's state plan does not identify a Medicare level of care, nor has CMS approved such a level of care for use by DMA in its long- term care rate setting process. In fact, in its own cost allocation process, Medicare uses one level of care, a skilled level of care to effect cost settlements.</p> <p>As a result, DMA's cost allocation process is consistent with the principles of OMB Circular A-87, specifically Attachment D regarding approval of public assistance cost allocation plans and the relevant sections of North Carolina's Medicaid State Plan approved by CMS. If DMA were to acquiesce to the report's recommendation, it would be in violation of its state plan approved by CMS.</p> <p><i>Anticipated Completion Date:</i> N/A.</p>
03-SA-97	Health and Human Services  Pat Jeter (919) 857-4015	<p><u>Failure to Adjust Interim Payment Rates Used to Calculate Payments to Hospitals</u></p> <p>Develop policies and procedures and assign responsibility for the timely adjustment of interim payment rates based on the latest filed cost report.</p>

**CORRECTIVE ACTION PLAN**

For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		<i>Anticipated Completion Date:</i> June 30, 2005.
03-SA-98	Health and Human Services  Gary Fuquay (919) 857-4011	<p><u>Duties Not Adequately Segregated</u></p> <p>Effective May 1, 2003, the duties of Assistant Director for Financial Operations were split between two newly created Assistant Director positions. The Assistant Director for Financial Management is responsible for rate-setting, auditing, MMIS, and hospital reimbursement policy. The Assistant Director for Budget Management is responsible for budgeting, contracting, monitoring of the MMIS contract, nursing facility audit appeals, and agency financial policy.</p> <p>The Division with assistance of DHHS Office of Internal Auditor will review the appeals process and determine if there is an opportunity to relocate the appeals function.</p> <p><i>Anticipated Completion Date:</i> September 2004.</p>
03-SA-99	Health and Human Services  Mark Benton (919) 857-4011	<p><u>Claims Payment System Has Weaknesses</u></p> <p>DMA staff to work with the DHHS Controller to develop methodology for reconciling and documenting the reconciliation of financial records.</p> <p><i>Anticipated Completion Date:</i> June 30, 2004.</p> <p>Prepare necessary documentation to correct the hospital inpatient outlier calculation in the MMIS. Develop policies and procedures as well as assign responsibility to ensure outlier claims are being paid according to the State Plan.</p> <p><i>Anticipated Completion Date:</i> June 30, 2004.</p> <p>The Medical Policy Documentation Project will continue to map all audits/edits to existing policy. Audits/edits will be reviewed in the procedures.</p> <p>DMA will examine ways to ensure providers are educated on proper coding and to reinforce documentation requirements (e.g., using the Bulletin to instruct providers that documentation to support the level of service provided must be in the medical record and that the record must be available for a period of not less than five years for review by DMA or it's fiscal agent). For example, a Bulletin article on Payment Accuracy Measurement sampling and the need for providers to provide documentation for the claims selected in the PAM Sample (and by default the similar report's Sample). This provider education was transmitted in the March 2004 Medicaid Provider Bulletin and the March 2004 Pharmacy Bulletin.</p>

**CORRECTIVE ACTION PLAN**

For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		<p><i>Anticipated Completion Date:</i> Ongoing.</p> <p>Over or under paid claims are identified and appropriate collections or payment procedures are performed.</p> <p><i>Anticipated Completion Date:</i> Ongoing.</p> <p>DMA will examine ways to ensure that findings are shared among staff and that appropriate action is taken on known policy, edits/audits, and payment issues.</p> <p><i>Anticipated Completion Date:</i> Ongoing.</p>
03-SA-100	Health and Human Services  Pat Jeter (919) 857-401	<p><u>The Division Lacks Written Policies and Procedures over Implementation, Review and Reconciliation of Rate Changes</u></p> <p>Create written procedure which provides detailed guidance to the staff on revising rates in the fiscal agent system, ensuring the accuracy of the rates placed in the system in a timely manner, and ensuring adjustment are made to any claims paid after the effective date but prior to the revised rate being placed in the system.</p> <p><i>Anticipated Completion Date:</i> June 30, 2004</p> <p>Follow-up and ensure the two system change requests (FO03.367) and (FO04.225) are implemented in the MMIS system.</p> <p><i>Anticipated Completion Date:</i> Depends on whether this is implemented in current MMIS system or postponed to new system.</p> <p>Have administrative staff conduct validation checks to ensure rate analysts are following up on their respective rate changes.</p> <p><i>Anticipated Completion Date:</i> June 30, 2004.</p> <p>Collect and verify that all rates that were included on Medical Policy memorandums from June 2003 forward were appropriately and accurately placed in the MMIS system.</p> <p><i>Anticipated Completion Date:</i> June 30, 2004.</p>
03-SA-101	Health and Human Services  Gary Fuquay (919) 857-4011	<p><u>Control Environment Over Certain Fiscal Operations Was Seriously Deficient</u></p> <p>It appears that a number of earlier findings are repeated again in Finding #14 [03-SA-101]. As such, we incorporate our responses in Findings #1-5 [03-SA-91, 03-SA-92, 03-SA-94, 03-SA-95] and 10 [03-SA-98] by</p>

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For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		reference.
		<p>While the Department and the Division acknowledge that there were deficiencies in DMA's control environment, we believe that the report did not adequately capture the extensive corrective action we initiated and accomplished during the audit period and thereafter. Missing from the report is information that clearly documents that we not only took immediate and decisive action to investigate these problems, but we also undertook measurable activities to improve internal controls, segregate duties, as well as return to DMA the control and operation of the DSH and Supplemental Payment programs.</p> <p>Included in those actions above was the expansion of our internal audit staff by two auditors who were dedicated to the audit and review and DMA activities and compliance. Those auditors will assist in further improving and strengthening our control environment as well as monitoring our progress on this corrective action plan.</p> <p><i>Anticipated Completion Date:</i> Ongoing.</p>
03-SA-102	Health and Human Services James Norris (919) 855-3717	<p><u>Cost Allocation Plans Not Submitted for Approval in a Timely Manner</u></p> <p>See 03-SA-3 for Corrective Action Plan.</p>
03-SA-103	Health and Human Services Deanna Carter (919) 715-8985	<p><u>Inadequate Documentation of Federal Drawdown Estimates</u></p> <p>DHHS Controller's Office will revise the current draw procedure based upon the new criteria and develop a written procedure for future draws.</p> <p><i>Anticipated Completion Date:</i> May 31, 2004.</p>
03-SA-104	Health and Human Services Lacey Barnes (919) 857-4114	<p><u>Documentation Lacking in Medicaid Case Files</u></p> <p>DMA will implement corrective action through our Medicaid Program Representatives (MPR) and other monitoring, and will reinforce the importance of appropriate documentation and what must be kept on file.</p> <p>DMA regularly conducts reviews of case files through:</p> <ul style="list-style-type: none"> <li>▪ Quality Control Reviews – Statistical case sampling is performed to test compliance with the state's eligibility policies and instructions.</li> <li>▪ Applications Monitors – Evaluate county records to assure benefits are issued in a timely and accurate manner, and that individuals are not discouraged from applying for benefits.</li> </ul>

**CORRECTIVE ACTION PLAN**

For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		<ul style="list-style-type: none"> <li>Medicaid Program Representatives – provide policy training, case consultation and technical assistance. They also perform targeted monitoring for selected program components or modification and conduct special reviews of case records for appropriate eligibility determination as assigned.</li> </ul> <p>These processes include case review to assure that appropriate documentation, notices of benefits, and necessary forms are retained in recipient files. Through statewide and local training efforts we reinforce periodically the necessity and importance of thorough documentation in the local case records and stress what must be kept on file. The Medicaid Program Representatives work with the local county departments of social services on an individual basis.</p> <p><i>Anticipated Completion Date:</i> Ongoing.</p>
03-SA-105	Health and Human Services  Lacey Barnes (919) 857-4165	<p><u>Required Disclosures Not Obtained at Enrollment of Providers and Lack of Controls in the Provider Eligibility Enrollment Process</u></p> <p>DMA is currently revising its process for enrolling all providers.</p> <ul style="list-style-type: none"> <li>DMA will utilize standard applications and participation agreement templates that are currently under development. These uniform instruments will incorporate all requirements found in 42CFR 455.104 through .106.</li> <li>DMA will by June 30, 2004 issue a Request for Proposal to significantly improve our contract for enrollment and credentialing of physicians and other licensed practitioners. A requirement of the RFP will be that the vendor is NCQA approved. The contract will be performance based with appropriate performance standards.</li> <li>DMA is also preparing a RFP for software to facilitate inquiries and background checks for “disclosing entities” that are not physicians or other licensed practitioners.</li> <li>Finally, the DMA redesign plan will incorporate a process for re-enrolling all participating providers at regular intervals.</li> <li>DMA has incorporated a QA review position into the Provider Enrollment Unit to ensure that the Division is self-auditing to ensure compliance and consistency across all provider types.</li> </ul> <p>DMA management has designed these process improvements to provide the internal controls necessary to reasonably assure that ineligible medical providers are excluded from participation in the Medicaid program.</p>

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For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		<i>Anticipated Completion Date:</i> September 30, 2004.
03-SA-106	Health and Human Services  Mark Benton (919) 857-4011	<p><u>Inpatient Hospital and Long-Term Care Facility Audits Were Not Completed</u></p> <p>To complete desk audits of the Long-Term Care Facility FYE 2003 cost reports by the June 30<sup>th</sup> completion date required by the State Plan, the Division of Medical Assistance will perform limited scope audits on cost reports deemed to have minimal risk, audit selected cost reports from chain providers, increase auditor productivity with regular training sessions, and supplement staff with temporary auditors. Longer term, the Division will pursue the advisability of amending the State Plan to allow for a longer period to complete the audits.</p> <p><i>Anticipated Completion Date:</i> June 30, 2004.</p> <p>Complete the negotiation for the expansion of the Clifton Gunderson contract to include inpatient hospital audits so that audits are performed in a timely basis.</p> <p><i>Anticipated Completion Date:</i> June 30, 2004.</p>
03-SA-107	Health and Human Services  Robert Nowell (919) 733-6681	<p><u>Internal Control Weaknesses Over Suspected Fraud and Abuse Investigations and Ineffective Recipient Verification of Receipt of Medicaid Services</u></p> <p>Review procedures are in place, and they have been more formally documented for the new MMIS+ contract. All Section Chiefs now initial the case tracking sheets to indicate their sign-off on every case.</p> <p><i>Anticipated Completion Date:</i> Corrective action was completed in May 2003.</p> <p>A summary report will be created and issued periodically to assist in the identification of problematic policies and procedures. The DMA Director will determine the reporting time period and frequency.</p> <p>A report that summarizes the types of cases that are not investigated and why will be developed. If feasible, it will be incorporated into the summary described in above.</p> <p><i>Anticipated Completion Date:</i> September 30, 2004</p> <p>Program Integrity will work with Division sections and managers and other agencies to improve provider education in order to prevent errors, fraud and abuse. The MMIS+ re-bid also included the support of a fraud hotline to report suspected occurrences of fraudulent activity.</p>



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For the Fiscal Year Ended June 30, 2003

<b>Finding Number</b>	<b>Department/ Contact Person/ Phone Number</b>	<b>Corrective Action Planned</b>
		<i>Anticipated Completion Date:</i> Ongoing
		The replacement and correction of the REOMB process was included in the MMIS+ re-bid. The Division will work with the vendor to develop an easier to read REOMB and ask that all mail-outs be returned.
		<i>Anticipated Completion Date:</i> Anticipated for July 1, 2005 or when the new MMIS becomes operational.
03-SA-108	University of North Carolina at Chapel Hill  Scott Blackwood (919) 962-4675	<u>Tracking of Subrecipient Audit Reports – Research and Development Cluster</u>  See 03-SA-29 for Corrective Action Plan.
03-SA-109	Health and Human Services  James Norris (919) 855-3717	<u>Cost Allocated to Programs Incorrectly</u>  The Cost Allocation Branch of the DHHS Controller's Office has completed the analysis of the cost centers for the Division of Mental Health, Developmental Disabilities and Substance Abuse Services from December 2002 forward. Journal entries correcting the SAPT overcharge will be prepared and entered into the North Carolina Accounting System prior to certifying March 2004. The Cost Allocation Branch is also reviewing the procedure CF027 "Quarterly Reconciliation of Cost Allocation Plan Narratives, RCC Report and Access Database Records" and will modify this procedure to ensure that the computed rates for the Access Cost Allocation Database is the same as the method reflected in the Cost Allocation Plan narratives. This procedure will be revised by March 30, 2004.  Anticipated Completion Date: April 15, 2004.
03-SA-110	Health and Human Services  James Norris (919) 855-3717	<u>Cost Allocation Plans Not Submitted for Approval in a Timely Manner</u>  See 03-SA-3 for Corrective Action Plan.
03-SA-111	Health and Human Services  Jack Chappell (919) 733-0169	<u>Tentative Settlement Reports Not Finalized in a Timely Manner</u>  See 03-SA-70 for Corrective Action Plan.