



**REPORT OF**  
**THE**  
**STATE AUDITOR**

**STATE OF COLORADO**  
**STATEWIDE SINGLE AUDIT**

**Fiscal Year Ended June 30, 2003**

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## STATE OF COLORADO

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State Auditor

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February 25, 2004

Members of the Legislative Audit Committee:

Included herein is the report of the Statewide Single Audit of the State of Colorado for the fiscal year ended June 30, 2003. The audit was conducted under the authority of Section 2-3-103, C.R.S., which authorizes the State Auditor to conduct audits of all state departments, institutions, and agencies.

The purpose of this report is to present the results of the Statewide Single Audit for the year ended June 30, 2003. The report includes our audit opinion on the Financial Statements and the supplementary Schedule of Expenditures of Federal Awards. It also contains our findings, conclusions, and recommendations, and the responses of the respective state agencies.

The report may not include all of the findings and recommendations related to audits performed of state institutions and agencies. Some findings and recommendations are issued under separate report covers. However, in accordance with the Single Audit Act, this report includes all findings and questioned costs related to federal awards that came to our attention through either the statewide audit or separate audits.

The report is intended solely for the use of management and the Legislative Audit Committee and should not be used for any other purpose. This restriction is not intended to limit distribution of the report, which, upon release by the Legislative Audit Committee, is a matter of public record.

*Joanne Hill*

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#### **OTHER REPORTS ISSUED APPLICABLE TO THE SINGLE AUDIT**

The State's Comprehensive Annual Financial Report for the fiscal year ended June 30, 2003, is available in hard copy from the State Controller's Office and electronically at:

<http://www.sco.state.co.us/cafr/cafr.htm>



**STATE OF COLORADO  
OFFICE OF THE STATE AUDITOR**

**REPORT SUMMARY**

**Joanne Hill, CPA  
State Auditor**

**STATE OF COLORADO  
STATEWIDE SINGLE AUDIT  
FISCAL YEAR ENDED JUNE 30, 2003**

**Authority, Purpose, and Scope**

This audit was conducted under the authority of Section 2-3-103, C.R.S., which authorizes the Office of the State Auditor to conduct audits of all departments, institutions, and agencies of state government. The audit was conducted in accordance with auditing standards generally accepted in the United States of America and the financial and compliance standards contained in the *Government Auditing Standards* issued by the U.S. General Accounting Office. We performed our audit work during the period January 2003 through November 2003.

The purpose of this audit was to:

- Express an opinion on the State's financial statements for the fiscal year ended June 30, 2003.
- C Express an opinion on the State's Schedule of Expenditures of Federal Awards for the fiscal year ended June 30, 2003.
- C Review internal accounting and administrative control procedures as required by generally accepted auditing standards.
- C Evaluate compliance with applicable state and federal laws, rules, and regulations.
- C Evaluate progress in implementing prior audit recommendations.

We expressed an unqualified opinion on the State's financial statements and an unqualified opinion on the State's Schedule of Expenditures of Federal Awards for the fiscal year ended June 30, 2003. Our opinion on the financial statements is presented in the State's Comprehensive Annual Financial Report, which is available in hard copy from the State Controller's Office and electronically at <http://www.sco.state.co.us/cafr/cafr.htm>. Our opinion on the Schedule of Expenditures of Federal Awards is presented under the Federal Awards Schedule section of this report.

*For further information on this report, contact the Office of the State Auditor at 303.869.2800.*

## **Current Year Findings and Recommendations**

This report presents the results of the Statewide Financial and Compliance Audit for Fiscal Year 2003. The report may not include all findings and recommendations from separately issued reports on audits of state departments, institutions, and agencies. However, in accordance with the Single Audit Act, this report includes all findings and questioned costs related to federal awards that came to our attention through either the Statewide Financial and Compliance Audit or other audits.

As part of our Statewide Financial and Compliance Audit, we examined, on a test basis, evidence supporting the amounts and disclosures in the financial statements. We considered the internal controls over financial reporting; tested compliance with certain provisions of federal and state laws, regulations, contracts, and grants; and tested account balances and transactions for proper financial reporting.

The following presents highlights of findings included in our report. Please refer to the Recommendation Locator following this summary for a complete listing of all recommendations, agency responses, and implementation dates, as well as references to the location of each recommendation in the report.

## **Internal Controls**

Agencies are responsible for having adequate controls in place to ensure compliance with laws and regulations and with management's objectives. As part of our audit, we tested controls over the processing of transactions and accounting for financial activity and identified the need for improvements in the following areas:

- The Department of Human Services has not remedied long-standing weaknesses in internal controls. These include (1) lack of adequate reconciliations and other procedures related to capital assets to ensure assets are safeguarded, (2) lack of adequate review to prevent inaccuracies in exhibits submitted for the preparation of the State's annual financial statements, and (3) lack of adequate documentation to ensure the appropriateness and accuracy of payroll.
- The Division of Minerals and Geology at the Department of Natural Resources had approximately \$13.4 million of reclamation deposits held in custody for mine and well operators. We found that the Division does not have (1) adequate procedures in place to ensure that certificates of deposits exist at financial institutions, (2) adequate segregation of duties over reclamation deposits, and (3) an adequate process for reconciling its internal records of reclamation deposits with the State's accounting system.

- The Department of Transportation does not have appropriate safeguards in place over credit card purchases to prevent unauthorized personnel from accessing credit card information on the database. The Department had about \$10.8 million in credit card purchases in Fiscal Year 2003.
- Three agencies did not have adequate controls in place over accounts receivable. The Department of Health Care Policy and Financing has not reconciled the Medicaid receivable recorded on its internal system to the State's accounting system (COFRS) since October 2002. The Department of Labor and Employment does not ensure that accounts are collected timely. Of the \$483,000 accounts receivable balance in the Department's Petroleum Storage Tank Fund, 75 percent is over one year old. At the Department of Military and Veterans Affairs, we noted a lack of supervisory review over the identification and calculation of accounts receivable for the Tuition Assistance Program.
- Two departments had weaknesses in internal controls over payments to outside parties. We found that for child welfare services under Title IV-E of the federal Social Security Act, Human Services has not adhered to the statutory requirement that federal reimbursements in excess of the annual appropriated base amount be returned to the counties; the amount not paid to counties was about \$1.5 million for Fiscal Years 2000 through 2002. The Office of the State Treasurer sent incorrect amounts totaling \$1.2 million of Highway Users Tax Fund payments to three local governments.

## Financial Reporting

State agencies are responsible for reporting financial activity accurately and completely. The State Controller's Office (SCO) establishes standard policies and procedures that must be followed by state agencies. As part of our audit, we reviewed the policies and procedures related to financial reporting that were in place at both the SCO and agencies and tested a sample of financial transactions to ensure that financial activity was reported properly. We found:

- The Department of Regulatory Agencies did not record its revenue consistently across its divisions and commissions or in accordance with generally accepted accounting principles. As a result of our audit, the Department increased Fiscal Year 2003 revenue by \$420,000 to correct current-year misstatements and increased fund balance by about \$1.8 million to correct Fiscal Year 2001 and 2002 misstatements.
- Four departments were not performing adequate reconciliations between their internal systems and the State's accounting system to ensure that the amounts reported in the State's financial statements are correct. We found that improvements are needed at the Departments of Health Care Policy and Financing, Human Services, Labor and Employment, and Natural Resources.



## **Federal Grants**

The State received about \$4.9 billion in federal grants in Fiscal Year 2003. As part of our audit, we determined compliance with federal regulations and grant requirements. The audit work included, among other requirements, testing of allowable activities, allowable costs, cash management, eligibility, reporting, and subrecipient monitoring.

**Medicaid:** The Medicaid program, administered by the Department of Health Care Policy and Financing (HCPF), is the State's largest federal program. During Fiscal Year 2003, Medicaid expenditures at HCPF exceeded \$2.6 billion (state and federal funds). Some of the more significant problems noted with the management of the Medicaid program were as follows:

- Adequate controls are not in place to ensure Medicaid payments are made to eligible individuals and that all providers are properly licensed. We tested 90 expenditures and found seven instances in which payments were made to ineligible individuals. We also found that only 14 of the 79 provider files (18 percent) tested had documentation supporting licensure to provide services in the State.
- We identified a potential disallowance under the Medicaid program totaling over \$2 million for Fiscal Years 2002 and 2003 due to a change in the Department of Human Services' billing policy. This policy change affected billings submitted by the State's five nursing homes certified by the U.S. Department of Veterans Affairs (VA) to receive per diem payments on behalf of resident veterans. The Department of Human Services implemented the change without appropriate consultation with the Department of Health Care Policy and Financing. HCPF is the state agency designated under statutes as responsible for administration of the Medicaid program. The State's five VA-certified nursing homes received Medicaid revenue totaling \$9.6 million during Fiscal Year 2003.

**Student Financial Aid:** State higher education institutions paid out about \$345 million in student loans and grants in Fiscal Year 2003. We found the following problems at various state schools:

- At six institutions, including five community colleges, controls were not adequate to prevent overpayments to students receiving financial aid and to ensure the return of federal funds in cases where students withdrew from school.
- At two institutions, documentation in student files was not sufficient to support decisions such as student loan deferments or cancellations or for determining the amount of families' required contributions, which affects the amount of student aid provided.
- At five institutions, controls were lacking over reporting to the federal government of student financial aid received. In addition, one institution did not have adequate cash management

procedures in place to ensure that timely drawdowns of federal funds are made and another had drawn down federal funds without making the related expenditures. While the excess funds had been returned, our audit found that the institution needed to remit the appropriate interest to the federal government.

**Temporary Assistance for Needy Families (TANF), Adoption Assistance Program, and Child Support Enforcement:** We found problems at the Department of Human Services with the administration of other federal programs. These three programs represent over \$188 million, or 24 percent, of the \$774 million in federal funds expended by the Department in Fiscal Year 2003. We noted the following areas where improvements are needed:

- We have serious concerns about the lack of controls over possible fraud and abuse at the counties within the \$202 million (state and federal funds) TANF program. We found the Department had not received fraud policies and procedures for 35 of 64 counties, or 55 percent, as of the end of our audit testwork. We noted similar problems during our Fiscal Year 2001 audit.
- Human Services expended about \$35 million (state and federal funds) for the operation of the Adoption Assistance program. We found problems with 5 of the 6 counties tested related to the Department's timely reviews of county records.
- Approximately 2400 inmates were required to pay child support as of July 2002, of which about 1500 inmates were more than 45 days delinquent at that time. Our audit detected problems with the Department's automated system for issuing administrative liens for incarcerated noncustodial parents with a child support order.

#### **Workforce Investment Act:**

The Department of Labor and Employment has allocated, on average, over \$15 million in Workforce Investment Act (WIA) funds to the State's workforce regions in the past three years. We questioned expenditures totaling about \$11,000 for 27 of the 78 cases in our sample (35 percent) for clients who received some type of WIA supportive service. We also questioned expenditures of about \$29,100 for 13 of the 89 (15 percent) files for clients approved for WIA training services.

#### **Communication of Audit-Related Matters**

There were no unusual or significant matters reported in connection with the audit of the State of Colorado for the year ended June 30, 2003. Uncorrected misstatements identified during the Fiscal Year 2003 audit were determined by management and the Office of the State Auditor to be immaterial, both individually and in the aggregate, to the financial statements taken as a whole. The net effect of the uncorrected misstatements would have been to increase the fund balances by about

## SUMMARY

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State of Colorado Statewide Single Audit - Fiscal Year Ended June 30, 2003

\$2 million, decrease assets by about \$1.5 million, increase liabilities by almost \$1.5 million, decrease revenue by about \$1.3 million, and increase expenditures by about \$3.7 million. Appendix B shows the net and gross passed audit adjustments by agency and the net and gross posted audit adjustments by agency. A full disclosure of communications required under generally accepted auditing standards can be found in the Other Required Reports section.

### Recommendation Locator

The Recommendation Locator following this summary is arranged by department. In addition, Appendix A contains a separate Locator with additional columns to provide the information necessary to meet Single Audit reporting requirements. The CFDA No./Compliance Requirement/Federal Entity column indicates the federal program, category of compliance requirement, and applicable federal agency. The contact for the Corrective Action Plan designates the state agency contact person. For those findings not subject to the Single Audit Act, the CFDA No./Compliance Requirement/Federal Entity column is marked "not applicable."

### Summary of Progress in Implementing Prior Year Recommendations

This report includes an assessment of the disposition of prior audit recommendations reported in both the Statewide Single Audit Reports and the Statewide Financial and Compliance Audit Reports for Fiscal Years 1997 through 2002. If a recommendation was reported in both, it has only been included once in the following table. Additionally, prior years' recommendations that were implemented in Fiscal Year 2002 or earlier are not included.

<b>Statewide Single and Financial Audit Reports by Fiscal Year</b>							
	<b>Total</b>	<b>2002</b>	<b>2001</b>	<b>2000</b>	<b>1999</b>	<b>1998</b>	<b>1997</b>
Implemented	77	43	18	0	3	13	0
Partially Implemented	39	29	9	0	0	1	0
Not Implemented	17	10	5	0	1	1	0
Deferred	13	8	4	0	0	0	1
Ongoing	4	2	0	2	0	0	0
No Longer Applicable	5	1	0	2	0	2	0
<b>Total</b>	<b>155</b>	<b>93</b>	<b>36</b>	<b>4</b>	<b>4</b>	<b>17</b>	<b>1</b>

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## RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	Agency Response	Implementation Date
1	23	The Department of Corrections should expand its monitoring process for privately operated facilities to ensure that complete and accurate documentation is maintained to support all activity in inmate bank accounts.	Agree	6/30/2004
2	26	The Department of Health Care Policy and Financing should ensure that the accounts receivable balance for Medicaid Management Information System (MMIS) receivables is routinely reconciled to the subsidiary ledger balance in the MMIS system and perform appropriate and timely follow-up on those cases where provider overpayments cannot be recouped through MMIS.	Agree	6/30/2004
3	29	The State Historical Society should properly record revenue for TABOR reporting purposes.	Agree	6/30/2004
4	31	CollegeInvest should work with the State Controller's Office to resolve discrepancies between the Statement of Cash Flows prepared by CollegeInvest and by the State Controller's Office by (a) determining what additional accounts need to be created on the CollegeInvest accounting system to facilitate the mapping of accounts to COFRS; (b) utilizing the new accounts in the development of the Statement of Cash Flows; (c) testing the procedures by preparing and reconciling the Statement of Cash Flows for an interim period agreed upon with the State Controller's Office; and (d) upon resolution of discrepancies, document the procedures that should be used to prepare the Statement of Cash Flows, including information on how accounts map to COFRS.	Agree	12/31/2003
5	36	The Department of Human Services should strengthen overall accounting controls by (a) providing ongoing staff training in critical areas including accounting-related statutory requirements and legal obligations, (b) establishing written procedures for all basic accounting functions and requiring that adequate documentation be maintained for all entries, (c) implementing the appropriate level of supervisory review over all accounting activities, and (d) reviewing all programs to ensure that the expenditures are properly recorded in compliance with spending authority.	Agree	10/2004

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## RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	Agency Response	Implementation Date
6	40	The Department of Human Services should adhere to state statutes regarding expenditure of funds by (a) ensuring staff are sufficiently familiar with statutory requirements related to departmental programs, (b) charging expenditures to the proper appropriation code and reviewing entries to the State's accounting system for unusual activity, (c) reimbursing excess Title IV-E funds due to the counties but used by the Department for non-Title IV-E purposes in prior fiscal years, (d) requesting supplemental appropriations from the Joint Budget Committee for Title IV-E related expenditures exceeding the original base appropriation in future years, and (e) notifying the State Controller when an overexpenditure occurs.	Agree	3/2004
7	44	The Department of Human Services should improve controls over capital assets by (a) ensuring that retainage payable accounts are reconciled at fiscal year-end and that required adjusting entries are made to year-end balances; (b) transferring costs for completed capital construction projects to appropriate asset accounts prior to year-end close; (c) notifying the Office of the State Auditor in advance of physical inventories conducted after March 31 but prior to June 30, investigating all discrepancies, and making adjustments on COFRS as appropriate; (d) revising existing capital asset reconciliation procedures to state that reconciliations be prepared through fiscal year-end and list all the balances to be reconciled, and requiring all Department agencies to perform capital asset reconciliations timely and accurately and in accordance with Department policies; (e) maintaining adequate supporting documentation for capital lease entries recorded on COFRS; and (f) requesting federal reimbursement of outstanding construction expenditures at the Fitzsimons State Veterans Nursing Home project on a timely basis.	Agree	a. 7/2004 b. 7/2004 c. 7/2004 d. 7/2004 e. 4/2004 f. 3/31/2004
8	48	The Department of Human Services should improve controls over the preparation of exhibits to increase the accuracy of information submitted to the State Controller's Office and to lessen staff time required to correct and revise exhibits by (a) developing and conducting training prior to year-end for staff preparing exhibits and (b) instituting a secondary review process over all exhibits to ensure their accuracy prior to submission.	Agree	9/2004
9	49	The Department of Human Services should improve payroll controls by (a) monitoring time sheets to ensure they are dated by both the employee and the supervisor and (b) establishing a time frame during which time sheets must be certified by the employee and supervisor and requiring that certifications be dated.	Agree	3/2004
10	54	The Office of the Child's Representative should process attorney payments in accordance with its policy.	Agree	10/15/2003

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## RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	Agency Response	Implementation Date
11	57	The Department of Labor and Employment should improve controls over federal expenditure and revenue reporting by implementing a periodic reconciliation process to identify and resolve discrepancies found between the Financial Accounting and Reporting System and COFRS in a timely manner.	Agree	6/30/2004
12	59	The Department of Labor and Employment should improve controls over accounts receivable in the Petroleum Storage Tank Fund by (a) establishing procedures for periodically reviewing aging analysis reports to identify delinquent accounts and submitting accounts 30 days past due to Central Collections and (b) obtaining verification of the owner name and address during the annual inspections and ensuring changes to the Department's records are made as needed.	Agree	12/31/2004
13	62	The Department of Military and Veterans Affairs should improve its controls over the Tuition Assistance Office by establishing a supervisory review over the identification and calculation of accounts receivable for the tuition refunds owed to the State.	Agree	1/1/2004
14	68	The Department of Natural Resources should improve controls over capital assets and ensure assets are recorded accurately on the State's accounting system by (a) entering all Fiscal Year 2003 adjustments to capital assets as needed; (b) requiring divisions to submit inventory adjustments, including adequate documentation, to the Department within a reasonable time after an asset is added or deleted, reviewing the documentation for completeness, and following up as appropriate; (c) ensuring adjustments made when revising capitalization thresholds are accurate; (d) recording depreciation and adjusting the remaining useful lives of capital assets in accordance with generally accepted accounting principles when changing the estimated useful lives of assets; (e) completing periodic reconciliations between the internal database of capital assets and the State's accounting system and making adjustments in a timely manner; and (f) implementing independent review procedures over the reconciliation process.	a. Agree b. Agree c. Agree d. Partially agree e. Agree f. Agree	a. 1/2004 b. 6/2004 c. 2/2004 d. 3/2004 e. 1/2004 f. 4/2004

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## RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	Agency Response	Implementation Date
15	74	The Division of Minerals and Geology should improve its controls over reclamation deposits held in custody by (a) ensuring that confirmation forms used for certificates of deposit held by financial institutions include all necessary information; (b) developing and implementing procedures to identify and resolve all exceptions related to certificates of deposit between internal records and information reported by financial institutions; (c) enforcing its policy stating that no interest shall accrue on reclamation deposits held by financial institutions by working with the operators and financial institutions, or changing its policy; (d) establishing and implementing adequate segregation of duties between individuals who maintain records of reclamation deposits and individuals authorized to withdraw these deposits from Treasury; (e) ensuring that receipts for reclamation deposits with Treasury are safeguarded and that withdrawals of items and the related adjustments to the Division's internal listings are completed timely and accurately; and (f) reconciling internal records on reclamation deposits held at Treasury to the State's accounting system and Treasury's records, and implementing independent review procedures over these reconciliations in a timely manner.	Agree	a. 5/2004 b. 6/2005 c. 8/2004 d. 12/2003 e. 1/2004 f. 1/2004
16	79	The Water Conservation Board should improve its monitoring of borrowers' compliance with the liability insurance requirements by (a) extending testwork to review all the outstanding loan files to identify instances in which the borrower does not meet insurance requirements and following up to ensure compliance, (b) utilizing Access database reporting capabilities to monitor liability insurance expiration dates by borrowers on a monthly basis, and (c) developing procedures for following up in a timely manner with all borrowers who are delinquent in meeting insurance requirements.	Agree	6/2004
17	83	The Department of Personnel and Administration should ensure that withholding information documented in employee payroll files is accurately recorded in the Colorado Personnel Payroll System.	Agree	Implemented
18	84	The State Fleet Management program should implement year-end physical inventory procedures that include (a) performing physical inventories of all capital assets and (b) comparing the results of the physical inventories with the Colorado Automotive Reporting System and the State's accounting system.	Agree	7/2004
19	91	The Department of Public Health and Environment should evaluate the administrative expenditures for the Colorado Children's Trust Fund and reduce them as appropriate to eliminate the deficit spending for the program.	Partially agree	3/2004

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## RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	Agency Response	Implementation Date
20	92	The Department of Public Health and Environment should reimburse the Colorado Children's Trust Fund for the Prevention and Intervention Services for Children and Youth Division retirement payouts charged to the program.	Disagree	N/A
21	96	The Department of Regulatory Agencies should record revenue in accordance with generally accepted accounting principles. If proper revenue recognition results in excess fund balance, comply with SB 98-194 requirements by either reducing fees or requesting a waiver in accordance with Section 24-75-402 (8), C.R.S.	Partially agree	7/1/2004
22	101	The Department of Revenue's Tax Conferee Section should incorporate the most recent years' historical collection and refund claims payments information in its fiscal year-end estimating process.	Agree	6/30/2004
23	101	The Department of Revenue should cross train staff and have adequate written procedures for data retrieval in place to ensure that access to information is not compromised by employee turnover.	Agree	6/30/2004
24	104	The Office of the State Treasurer should adjust the Fiscal Year 2004 allocations to counties to correct the Fiscal Year 2003 error related to vehicle registration data and implement review procedures over Highway Users Tax Funds distributions to ensure that the amounts are calculated correctly before issuing the payments to State agencies and local governments.	Agree	9/2004
25	113	The Department of Transportation should implement a secure program to track and reconcile its credit card purchases.	Agree	9/2004
26	113	The Department of Transportation should secure off-site data processing capabilities for use in the event a disaster occurs that renders current data processing functions partially or fully inoperable.	Partially agree	9/2004



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## RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	Agency Response	Implementation Date
27	117	The Department of Health Care Policy and Financing should improve oversight of Medicaid eligibility data contained in the Client Oriented Information Network (COIN) and Colorado Trails systems to ensure that benefits are paid only to individuals eligible for the Medicaid programs by (a) initiating and completing targeted pilot reviews on a timely basis, (b) establishing procedures to ensure that COIN is updated accurately to reflect the date of death for all beneficiaries, (c) performing random testing of eligibility information included in the COIN and Trails systems compared with information in individuals' files, and (d) performing recoupment more frequently than once a year for payments made on behalf of individuals not eligible for Medicaid.	Agree	a. 12/2003 b. 6/30/2005 c. 7/2004 d. 7/2004
28	120	The Department of Health Care Policy and Financing should ensure payments are made only for allowable costs under the Medicaid program by continuing its internal reviews for prescription drug claims to ensure payments are made for properly supported drug claims.	Agree	Ongoing
29	121	The Department of Health Care Policy and Financing should continue to improve controls over provider eligibility by (a) continuing to monitor the fiscal agent's review of all provider files to ensure each file includes a current provider agreement and documentation of applicable provider licenses and registrations and (b) developing procedures to ensure provider licensing information is updated on an annual basis to ensure its accuracy for changes that occur throughout a given year.	Agree	a. 7/1/2004 b. Ongoing
30	123	The Department of Health Care Policy and Financing should work with the Colorado Office of the State Treasurer to determine the appropriate funding technique that should be used for the State's Medicaid program under the Cash Management Improvement Act (CMIA) and update the Treasury-State CMIA Agreement as deemed appropriate.	Agree	6/30/2004
31	128	The University of Colorado at Denver should report the questioned costs identified in the Internal Audit Department's report to the appropriate federal sponsors and refund the amounts owed.	Agree	10/31/2003
32	129	The University of Colorado at Denver should establish adequate controls over sponsored programs by (a) conducting a comprehensive review of its sponsored program processes, controls, and competencies; (b) clearly identifying respective responsibilities, authorities, and procedures that will fully comply with federal and state requirements, and developing guidance that reflects the same; and (c) conducting training to ensure all parties involved in sponsored program financial compliance are adequately equipped to carry out their responsibilities.	Agree	a. 6/30/2004 b. 10/31/2003 c. 6/30/2004

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## RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	Agency Response	Implementation Date
33	132	Colorado State University should ensure cash management requirements are adhered to by (a) ensuring the request-for-funds function is assigned to someone familiar with cash management compliance requirements; (b) implementing a formal secondary review by a person that did not directly prepare the draw; (c) considering a cursory review by the Office of Sponsored Programs (OSP), for those programs that are not already drawn or billed by OSP, to ensure cash management compliance; and (d) designating a knowledgeable person or group to monitor interest earned on the advancement of federal funds to ensure that interest earned is remitted to the appropriate federal agency.	Agree	9/2004
34	134	Colorado State University should include a standard clause in all cooperator and vendor agreements or obtain a separate certification from the vendors and cooperators stating that the cooperator/vendor is not suspended or debarred from federal procurement and nonprocurement programs.	Agree	6/2004
35	136	Colorado State University should comply with subrecipient monitoring compliance requirements for research and development grants by (a) developing a formal policy requiring subrecipients to take timely and appropriate corrective action on all audit findings, (b) requiring proper follow-up procedures to be performed to ensure the corrective action plan was properly adhered to by the subrecipient reporting significant noncompliance findings, and (c) incorporating procedures into the policy regarding the monitoring of subrecipients not subject to OMB Circular A-133 audits.	Agree	6/2004
36	137	Colorado State University should strengthen controls over subrecipient monitoring for the Cooperative Forestry Assistance award program by (a) obtaining A-133 reports for all subrecipients and established follow-up procedures to ensure the proposed corrective action plan is adhered to by the subrecipients and (b) including in subrecipient agreements all necessary compliance elements, including the title of the award and the federal awarding agency, the CFDA number, and the need for the subrecipient to follow OMB Circular A-133 requirements.	Agree	6/2004
37	139	Colorado State University (CSU) should establish procedures to ensure that the withdrawal dates of students who withdraw from CSU without providing notification are determined by 30 days after the end of the payment period or academic year from which the students withdrew, whichever is earlier. Also, these procedures should ensure proper return of Title IV funds.	Agree	5/2004

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## RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	Agency Response	Implementation Date
38	141	Colorado State University should establish procedures to ensure that cost of attendances that have been manually changed prior to receiving data corrections from the Central Processing System are examined to ensure appropriateness.	Agree	Implemented
39	142	Colorado State University should implement procedures to ensure that documentation is maintained to substantiate its compliance with exit counseling requirements.	Agree	5/2004
40	143	Colorado State University should implement procedures to ensure that all elements of the Fiscal Operations Report and Application to Participate are accurate.	Agree	9/2004
41	145	Colorado State University should strengthen controls over cash management and expenditures for the Cooperative Forestry Assistance grant by (a) performing a detailed review, on a test basis, of expenses submitted to monitor payments made to subrecipients, as approved by field offices, to ensure that allowable expenses are submitted for reimbursement, consistent documentation is provided, and procedures for reviewing allowability at the field office level are performed accurately; (b) approving payments only to subrecipients for actual costs incurred rather than estimated costs to be incurred; (c) comparing the maximum allowable contract amount to total amounts expended and documenting any variances or amended funding levels on a project basis when the payments are approved; (d) maintaining a roll-forward of the total amounts eligible and amounts available to ensure the subrecipient has met the required matching contribution; and (e) having requests for reimbursement reviewed by an individual at least one level higher than the person preparing the request prior to submission to the granting agency.	Agree	6/2004
42	147	Colorado State University should reconcile the following, on a grant by grant basis, within the fiscal year as well as the life of the grants: the amounts drawn from the federal agency, the amounts reported as federal expenditures and revenue in the general ledger, and the amounts reported on the Exhibit K.	Agree	6/2004
43	147	Colorado State University should establish procedures to review all grant agreements upon initiation and implement the necessary processes to ensure compliance with reporting and other applicable requirements. An individual should be assigned responsibility for completing required reports timely, and a secondary review of the report should be performed by another individual knowledgeable of the program prior to submission.	Agree	6/2004

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## RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	Agency Response	Implementation Date
44	149	Adams State College should improve its procedures and controls over student financial aid reporting and eligibility by ensuring that the Fiscal Operations Report and Application to Participate report is prepared and filed on a timely basis and contains accurate data that agrees with accounting and financial aid records.	Agree	6/2004
45	152	Colorado Community College System should ensure Arapahoe Community College establishes procedures to ensure that carryforward balances are disbursed prior to disbursing current year allocations, and ensure that it has reimbursed the U.S. Department of Education for the difference between the earnings that the excess cash balance would have yielded if invested under the applicable current value of funds rate and the actual interest earned on that balance.	Agree	6/2004
46	154	Colorado Community College System should ensure Community College of Denver establishes procedures to ensure that all required data elements are verified, all required verification worksheet sections are completed and appropriately signed, all required documents are received, and assigned budgets correspond with verified data.	Agree	6/2004
47	155	Colorado Community College System should ensure Front Range Community College and Community College of Denver establish procedures to ensure that enrollment dates are reported correctly in the Pell reporting process.	Agree	6/2004
48	156	Colorado Community College System should ensure Trinidad State Junior College establishes procedures to ensure that Pell disbursements are reported within 30 days after making payment to students.	Agree	6/2004
49	157	Colorado Community College System should ensure Front Range Community College and Community College of Denver establish procedures to ensure that Verification Status Codes are reported correctly in the Pell reporting process.	Agree	6/2004
50	158	Colorado Community College System should ensure Community College of Denver establishes procedures to ensure that the proper Title IV funds are included in the return of Title IV funds calculations.	Agree	6/2004

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## RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	Agency Response	Implementation Date
51	159	Colorado Community College System should ensure Community College of Denver, Front Range Community College, Trinidad State Junior College, and Pueblo Community College establish procedures to ensure that the institution's portion of a student's unearned Title IV funds are returned within 30 days after the school has determined a student has withdrawn.	Agree	6/2004
52	161	Colorado Community College System should ensure Trinidad State Junior College, Pueblo Community College, and Community College of Denver establish procedures to ensure that the withdrawal dates of students who withdraw without providing notification are determined by 30 days after the end of the term, at the latest.	Agree	6/2004
53	162	Colorado Community College System should ensure Pueblo Community College establishes procedures to ensure that students are not requested to repay grant overpayments that are originally less than \$25.	Agree	6/2004
54	163	Colorado Community College System should ensure Pueblo Community College establishes procedures to ensure that students are allowed the 45-day period of extended eligibility before they are reported to the National Student Loan Data System if they do not take positive action regarding their grant overpayments during the 45 days.	Agree	6/2004
55	165	Colorado Community College System should ensure Arapahoe Community College establishes procedures to ensure that amounts that could have been disbursed are properly accounted for in return of Title IV funds calculations.	Agree	9/1/2003
56	166	Colorado Community College System should ensure Trinidad State Junior College implements procedures such that cash drawdowns are conducted routinely, and that bank reconciliations are reviewed by the appropriate supervisor and documentation of the review is affixed to the reconciliation. The supervisory review should include clerical testing of the reconciliations, as well as follow-up procedures to ensure all unreconciled items are investigated and resolved.	Agree	6/2004

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## RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	Agency Response	Implementation Date
57	169	The Colorado Community College System should work with the community colleges and the U.S. Department of Education to evaluate Pell Grant assistance to students in the Agriculture Business Management (ABM) and the Small Business Management (SBM) programs by verifying that documentation exists to show that students who enrolled in the ABM or SBM program and received federal financial aid attended a lecture class, received one-on-one instruction, or performed cooperative education hours. For those students for whom documentation does not exist, the System should work with the community colleges to reimburse the federal government for excess amounts claimed.	Partially agree	1/2004
58	171	The Colorado School of Mines should develop subrecipient monitoring documentation policies and procedures to help ensure that subrecipient files are properly maintained and provide documentation for the monitoring that has occurred.	Agree	6/2004
59	172	The Colorado School of Mines should follow its policies and procedures to help ensure close-out procedures are documented for each project completed to prevent erroneous expenses being charged to these projects and help ensure compliance with applicable laws and regulations.	Agree	Implemented
60	173	The Colorado School of Mines should develop policies and procedures to help ensure that all communications with the National Student Loan Data System are complete, accurate, and timely.	Agree	6/2004
61	176	The Colorado Student Loan Program should continue to ensure that adequate controls are in place over default aversion fees by ensuring that all data on consolidated loans converted to the mainframe guarantee system are adequately tested to avoid unforeseen problems and impacts on the mainframe system.	Agree	12/2003
62	178	The Colorado Student Loan Program should continue to follow established procedures to monitor the Federal Fund with emphasis on (a) determining the adequacy of funding to maintain required reserves and taking timely action, such as charging other allowable fees and investigating other solutions, to address potential problems by means other than using the Operating Fund to subsidize the Federal Fund; and (b) contingent upon establishing adequate funding and reserves for the Federal Fund, making transfers of default aversion fees to the Operating Fund as permitted under the federal Higher Education Act.	a. Partially agree b. Disagree	a. 7/1/2004 b. N/A

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## RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	Agency Response	Implementation Date
63	181	CollegeInvest should adopt a policy requiring that certain safeguards be in place for changes in interpretations of the federal regulations prior to implementation. The policy should include (a) requiring that adequate research be performed and written documentation obtained such as opinions from third-party consultants to support the interpretation and (b) obtaining formal documented approval from management and the Board of Directors on new interpretations and procedures.	Partially agree	2/2004
64	182	CollegeInvest should strengthen internal controls and minimize the risk of errors by implementing a policy that requires changes/transfers of groups of loans within each of the existing bond indentures or any new Bond IDs created or changed be in writing and approved at a higher level within management than the employee requesting the change.	Agree	2/2004
65	186	The Department of Human Services should ensure that adequate controls over fraud and abuse in the Temporary Assistance for Needy Families program are in place at the counties by (a) requiring counties to annually submit policies and procedures to safeguard against program fraud and abuse by a specified date, (b) reviewing these standards and procedures for compliance to the State Plan and providing timely feedback to the counties as needed, and (c) monitoring for counties' compliance with the policies and procedures during on-site visits to counties.	Agree	6/30/2004
66	189	The Department of Human Services should improve its oversight of the Adoption Assistance program by (a) scheduling and performing reviews throughout the fiscal year, (b) establishing a set time frame for furnishing feedback to the counties, and (c) providing timely feedback to counties of issues identified in program reviews.	Agree	1/2004
67	193	The Division of Child Support Enforcement should develop policies and procedures regarding the automatic issuance of administrative liens for all incarcerated noncustodial parents with a child support order.	Agree	12/31/2003

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## RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	Agency Response	Implementation Date
68	194	The Division of Child Support Enforcement should develop a system to actively monitor case closures by (a) developing a method to review closed cases involving incarcerated noncustodial parents on a continual basis; (b) requiring its Monitoring Unit to review closed child support cases involving an incarcerated noncustodial parent; (c) reopening any improperly closed cases immediately and ensure an administrative lien is issued, if appropriate; (d) providing additional training to ensure that all counties are aware of the case closure requirements for cases with incarcerated noncustodial parents; and (e) taking steps to ensure counties comply with state and federal rules regarding case closures for incarcerated noncustodial parents.	Agree	a. 6/2003 b. 6/2003 c. 6/2003 d. 12/31/2003 e. 6/2003
69	201	The Department of Human Services should work with the federal Centers for Medicare and Medicaid Services to determine if its current Medicaid billing policy in relation to Veterans Affairs per diem payments is appropriate and allowable.	Agree	6/2004
70	202	The Department of Human Services should implement a formal procedure for consulting with and receiving approval from the Department of Health Care Policy and Financing for policy changes that affect billings to the Medicaid program.	Agree	12/2003
71	203	The Department of Human Services should review the effect of the current Veterans Affairs per diem policy on Medicaid residents and non-Medicaid, private-pay residents and ensure that any inconsistencies caused by policy changes are eliminated.	Agree	6/2004
72	203	The Department of Health Care Policy and Financing should address gaps in current nursing facility audit practices by developing analytical tools and procedures to identify significant changes in reimbursements received by providers and investigate these instances as appropriate.	Agree	3/2004
73	214	The Department of Labor and Employment should improve controls over the use of Workforce Investment Act (WIA) funds by working with the regions to ensure that limited funds are used effectively in compliance with WIA requirements and to promote achievement of WIA's goals by (a) revising policies on training and supportive services to provide additional guidance to the regions in determining and documenting the need for such services in each case and (b) ensuring that regions adopt policies and practices consistent with the Department's additional guidance through its monitoring efforts.	Agree	a. 12/31/2003 b. 6/2004



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## RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	Agency Response	Implementation Date
74	218	The Department of Labor and Employment should clarify the circumstances under which funds can be considered limited for purposes of offering priority of service to low-income clients in the Adult program by (a) developing criteria to help the regions determine the availability of funds, (b) working with the regions to expand and clarify regional policies to be consistent with the Department's criteria and to contain specific criteria for determining funds availability, and (c) ensuring that the regions maintain priority systems for low-income clients in the Adult program unless the regions demonstrate that funds are not limited in accordance with state and local criteria.	a. Disagree b. Agree c. Agree	a. N/A b. 12/31/2003 c. 6/2004
75	222	The Department of Labor and Employment should improve its compliance monitoring process by (a) collecting and analyzing information on all subregions for use in risk-based monitoring, (b) ensuring that all discretionary grants provided to the regions and subregions are monitored by the state field representatives in their annual monitoring visits to the regions, and (c) promoting consistency in monitoring by formalizing procedures in written guidance and training for the state field representatives.	a. Disagree b. Agree c. Agree	a. N/A b. 6/2004 c. 12/31/2003
76	226	The Office of the State Treasurer should review and evaluate the reasonableness of the clearance patterns for payments issued by the State, given the change in financial institutions during Fiscal Year 2003.	Agree	9/2004

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# Department of Corrections

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## Introduction

The Department of Corrections (DOC) manages the State's adult correctional facilities, youthful offender system, and the adult parole and community corrections system. In addition, the Department operates the prison canteens and the Division of Correctional Industries. The canteens provide various personal items for purchase by inmates, including hygiene items, snack foods, and phone services. Correctional Industries operates furniture manufacturing facilities, a leather products shop, Colorado State forms production and distribution facilities, dairy and agri-business facilities, the State's license plate manufacturing facility, and the state surplus property program.

The Department's Fiscal Year 2003 appropriation was approximately \$525.2 million with 6,123 full-time equivalent staff (FTE). Of this amount, \$455.1 million, or 87 percent, was general funds. Administrative offices for the Department are located in Canon City and Colorado Springs. During Fiscal Year 2003, DOC owned and operated 22 of the State's 26 correctional facilities. State-owned correctional facilities are located throughout Colorado and include sites in Buena Vista, Canon City, Denver, Pueblo, Limon, Ordway, Delta, Rifle, Golden, Sterling, Trinidad, and Fort Lyon. The remaining 4 facilities are privately owned and operated. DOC contracts with various counties, which in turn subcontract with private firms to provide correctional services at these facilities.

The following comment was prepared by the public accounting firm of BKD, LLP, which performed Fiscal Year 2003 audit work at the Department of Corrections.

## Inmate Bank Accounts at Privately Operated Correctional Facilities

DOC and privately operated facilities maintain inmate bank accounts to allow inmates to receive approved deposits, make purchases from prison canteens, and pay for other items such as postage, copies, and money orders. While privately operated facilities maintain their own inmate bank accounts and records, DOC's Business Office, located in DOC's administrative offices in Canon City, is responsible for monitoring and overseeing the inmate bank account program for all facilities. As part of its management and oversight, DOC has designed and implemented internal

controls over inmate banking. DOC's policies require that facilities obtain and maintain complete and accurate documentation to support all inmate bank account activity, including deposits and withdrawals. At June 30, 2003, there were approximately 14,000 inmate bank accounts at DOC-operated facilities with a total balance of about \$1.8 million, and approximately 2,700 inmate accounts at privately operated facilities with a total balance of about \$305,000.

In order to determine the effectiveness of internal controls over the inmate banking program, BKD, LLP, performed certain agreed upon procedures specified by the Office of the State Auditor.

During the audit we documented the internal controls over inmate banking at DOC-operated and privately operated facilities. In order to determine the effectiveness of these controls, we selected a sample of 60 inmates from the DOC population and 60 inmates from the private facility population. For each inmate, we reviewed documentation for a two-month period during State Fiscal Year 2003. For our sample, we agreed deposit amounts to the check log for the day, agreed the total per the check log to the deposit slip, and agreed the deposit slip to the bank statement. We also performed the following procedures:

- We reviewed one canteen purchase per inmate per month and agreed the amount to the canteen purchase form signed by the inmate.
- For wages earned and posted to the inmate account, we agreed the amount to time sheets and other work records.
- For child support deductions, we agreed the amount to the child support order. We also agreed the amount to the summary paid to the Child Support Enforcement Division and observed the canceled warrant.
- For restitution, we recalculated the amount deducted and traced the amount to the detail of the payment to the court.
- For other elective withdrawals, we agreed the amount to the inmate request per DOC Administrative Regulation 200-02.
- For one month during the period, we obtained the inmate bank account reconciliation and reviewed the process for reconciling inmate bank accounts.
- We selected a sample of 25 inmate accounts, including inactive accounts and accounts of deceased inmates. From this sample, we determined whether the distribution of the account balance was in accordance with DOC policy.

While we noted no exceptions for inmate accounts maintained at DOC-operated facilities, we found three exceptions during our testing of inmate accounts maintained at privately operated facilities. Specifically, we found the following:

- **In one instance, the facility could not provide documentation for a miscellaneous deduction posted to the inmate's account.** All facilities must be able to provide evidence demonstrating that miscellaneous deductions are consistent with deductions allowed under DOC's policy.
- **In one instance, the facility could not provide a canteen slip that was signed by the inmate to support a deduction from the account.** The facility later provided a signed canteen slip that included a credit for a portion of the purchase. Inmates use canteen slips to place orders for merchandise from prison canteens. DOC's policy requires that inmates sign each canteen slip as evidence that the items listed on the slip were received. If orders have missing items, a new slip should be prepared and should be signed by the inmate prior to deducting the funds from the inmate's account.

DOC currently has a monitoring unit in place that is responsible for reviewing inmate bank account activity at privately operated facilities to ensure the proper withholding of mandatory restitution and child support payments. DOC should expand its monitoring function to include a review of the supporting documentation related to all inmate bank account activity. Failure to maintain adequate supporting documentation for all inmate banking activity decreases the effectiveness of the Department's internal control system and increases the risk that errors or irregularities will occur and not be detected. The Department should take additional steps to ensure that privately operated facilities are able to justify all activity that occurs in inmate bank accounts maintained at these facilities.

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### **Recommendation No. 1:**

The Department of Corrections should expand its monitoring process for privately operated facilities to ensure that complete and accurate documentation is maintained to support all activity in inmate bank accounts.

### **Department of Corrections Response:**

Agree. The Department of Corrections agrees that additional monitoring will help insure that accurate documentation is being maintained by privately operated facilities. DOC will utilize its Internal Auditor to perform the additional testing recommended. The Private Prison Monitoring Unit will

support the Internal Auditor by requesting and gathering documents selected for the audit. DOC's Internal Auditor will schedule internal audits of at least two privately operated facilities each fiscal year. This will be implemented during Fiscal Year 2004.

Implementation date: June 30, 2004

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# Department of Health Care Policy and Financing

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## Introduction

The Department of Health Care Policy and Financing (HCPF) is the state agency responsible for developing financing plans and policy for publicly funded health care programs. The principal programs administered by HCPF include the Medicaid program, which provides health services to eligible needy persons, and the Children's Basic Health Plan (CBHP), which furnishes subsidized health insurance for children 18 years or younger in low-income families not eligible for Medicaid. The Medicaid grant is the largest federal program administered by the State and is funded approximately equally by federal funds and state general funds. CBHP, marketed as Child Health Plan Plus or CHP+, serves as the State's version of the federal Children's Health Insurance Program and is funded by approximately two-thirds federal funds and one-third state funds.

During Fiscal Year 2003 the Department expended in total about \$2.7 billion and had 198 full-time equivalent (FTE) staff. The public accounting firm of BKD, LLP, performed the audit work at HCPF as of and for the fiscal year ending June 30, 2003. During its audit, BKD, LLP, reviewed and tested HCPF's internal controls over financial reporting and federal programs as well as HCPF's compliance with certain state and federal laws and regulations.

The following was prepared by the public accounting firm of BKD, LLP, which performed the Fiscal Year 2003 audit work at the Department of Health Care Policy and Financing.

## Accounts Receivable Reconciliations

Each state agency is responsible for establishing adequate controls and procedures to ensure that accounts receivable balances reported on the State's financial reporting system are accurate and complete. Specifically, this means that accounts receivable balances are valid and represent amounts due and collectible by the agency. The agency must also monitor these receivables to ensure that they are collected within a reasonable time frame and that year-end balances are adjusted if they are over- or understated.

During our audit we found that the Department had not reconciled the Medicaid Management Information System (MMIS) receivable account in COFRS to the MMIS subsidiary ledger since October 2002. While the balance in this account at June 30, 2003, on COFRS was \$5.4 million, the balance on MMIS at June 30, 2003, was about \$4.4 million, or \$1 million less. The MMIS receivable account is used to record amounts due to the Department for overpayments, payments of subsequently denied claims, and other payments that were paid through the MMIS payment system and thus are generally recouped through the MMIS system. This receivable account needs to be reconciled to the subsidiary ledger on a regular basis because some of the recoveries of funds from providers can occur only by methods outside of MMIS. For example, in some instances the Department must notify providers and require them to send in checks to reimburse the State for overpayments. It is necessary that HCPF reconcile this account on a regular basis in order that the account properly reflect the amounts receivable to the Department through MMIS and to enable the Department to monitor instances where other action must be taken.

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## **Recommendation No. 2:**

The Department of Health Care Policy and Financing should ensure that the accounts receivable balance for MMIS receivables is routinely reconciled to the subsidiary ledger balance in the MMIS system. Additionally, the Department should perform appropriate and timely follow-up on those cases where provider overpayments cannot be recouped through MMIS.

### **Department of Health Care Policy and Financing Response:**

Agree. The Department has implemented the recommendation and is current with its reconciliation through the close of State Fiscal Year 2003-2004 Accounting Period 3 close. Additionally, the Department intends to fully utilize the services of the State's Central Collections Unit to collect amounts that are due the State that cannot be collected through the Medicaid Management Information System. Written policies and procedures for the management and collection of these provider overpayments will be completed and implemented by June 30, 2004.

Implementation date: June 30, 2004.

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# Department of Higher Education

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## Introduction

The Department of Higher Education was established under Section 24-1-114, C.R.S., and includes all public higher education institutions in the State. It also includes the Auraria Higher Education Center, the Colorado Commission on Higher Education, the Colorado Council on the Arts, the Colorado Student Loan Division, the Colorado Student Obligation Bond Authority, the State Historical Society, and the Division of Private Occupational Schools.

State public institutions of higher education are governed by eight different boards. The governing boards and the schools they oversee are:

- **Board of Regents of the University of Colorado**
  - University of Colorado at Boulder
  - University of Colorado at Colorado Springs
  - University of Colorado at Denver
  - Health Sciences Center
- **Board of Governors of the Colorado State University System**
  - Colorado State University
  - Colorado State University at Pueblo
- **Trustees of the State Colleges of Colorado**
  - Adams State College
  - Mesa State College
  - Western State College
  - Western Colorado Graduate Center
- **State Board for Community Colleges and Occupational Education (SBCCOE)**
  - 13 Community Colleges
- **Trustees of the University of Northern Colorado**
  - University of Northern Colorado
- **Trustees of the Colorado School of Mines**
  - Colorado School of Mines

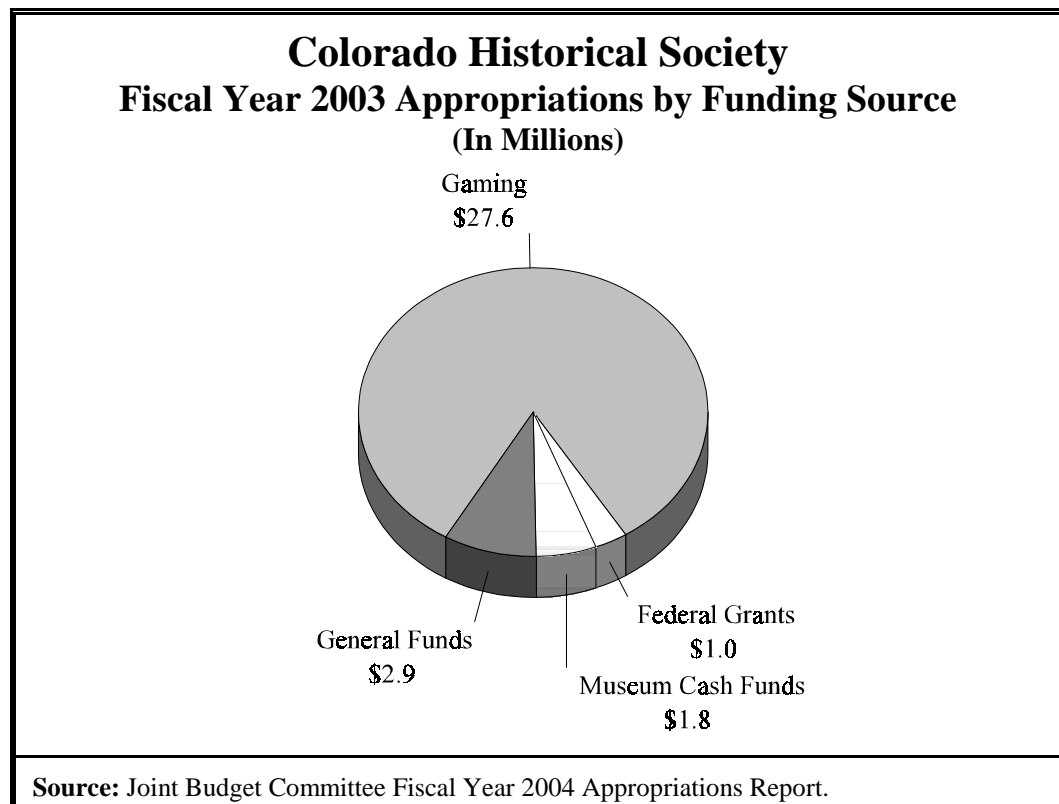


- **Board of Trustees for Fort Lewis College**  
Fort Lewis College
- **Board of Trustees for Metro State College**  
Metro State College

## State Historical Society

The State Historical Society is statutorily designated as an educational institution in the State. It has exclusive control over the State's historical monuments and in this capacity has the duty to survey suitable sites and structures for historical designation by the State. The Society is charged with administration of a state register of historical properties. It also distributes gaming revenue to gaming cities through a grant program for historic preservation.

The State Historical Society was appropriated \$33.3 million and 106.4 full-time equivalent staff (FTE) for Fiscal Year 2003. Approximately 83 percent of the funding is from gaming revenue.



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## Interest Earned on Gaming Revenue

The Taxpayer's Bill of Rights (TABOR) was added as Article X, Section 20, of the Colorado Constitution in the November 1992 general election. In general, TABOR limits increases in the State's revenue to the annual inflation rate plus the percentage change in state population. TABOR exempts certain revenue from the revenue growth limitation, such as federal funds, damage awards, gifts to the State, property sales, the interest earned on these revenue streams, and the revenue of TABOR-exempt enterprises. Monies transferred from a state agency that is not a TABOR-exempt enterprise to another nonexempt state agency are also considered TABOR-exempt. This avoids double-counting the revenue, since it was already counted when earned by the original agency. However, any subsequent interest earned on the revenue transferred is subject to TABOR and should be included as TABOR revenue.

The State Historical Society is primarily funded through gaming revenue transferred from the Division of Gaming at the Department of Revenue. In Fiscal Year 2003 the State Historical Society received approximately \$27.6 million in gaming revenue. The revenue earned by the Division of Gaming was properly classified as nonexempt and included as TABOR revenue, and the State Historical Society properly recorded the revenue transferred as exempt. However, the State Historical Society erroneously reported the Fiscal Year 2001 through 2003 interest earnings on the gaming revenue as exempt from TABOR. For Fiscal Years 2001, 2002, and 2003, interest earned at the State Historical Society on gaming revenues totaled \$4,666, \$2,063,440, and \$1,919,339, respectively.

As a result, the Schedule of Computations Required Under Article X, Section 20, of the State Constitution (TABOR) and the Schedule of TABOR Revenue reports as of June 30, 2003, do not include an audit adjustment to Fiscal Year 2002 TABOR revenue of \$2,063,440 that would have increased the TABOR spending limit for Fiscal Year 2003 by \$2,205,818 and an adjustment to increase Fiscal Year 2003 TABOR revenue by \$1,919,339. Although the Fiscal Year 2002 adjustment affected the Fiscal Year 2003 spending limit, it will not impact future spending limits. Actual Fiscal Year 2003 revenue was less than the spending limit and is the basis for calculating the Fiscal Year 2004 spending limit.

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### Recommendation No. 3:

The State Historical Society should properly record revenue for TABOR reporting purposes.

## **The State Historical Society Response:**

Agree. The Colorado Historical Society's Chief Financial Officer has made a journal entry indicating the appropriate revenue source code. This journal entry was made for the current fiscal year (Fiscal Year 2003-2004), and routine reporting of these revenues with the recommended revenue source code will be accomplished by the close of the Fiscal Year 2004 books.

Implementation date: June 30, 2004.

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## **Colorado Student Obligation Bond Authority**

The Colorado General Assembly established a student obligation bond program, a post secondary education expense program, and a college savings program, which are administered by the Colorado Student Obligation Bond Authority (d.b.a. CollegeInvest). The programs assist residents in meeting the expenses incurred in availing themselves of higher education opportunities.

## **Cash Flow Statements**

Pursuant to Section 23-3.1-202, C.R.S., on May 26, 2000, CollegeInvest became a division of the Colorado Department of Higher Education. As part of the State, the CollegeInvest accounting system must be compatible with the State's accounting system, the Colorado Financial Reporting System (COFRS), to provide consistent reporting between the State and CollegeInvest and ensure that financial statements can be reconciled. CollegeInvest provides a specialized service within the state government and therefore has unique types of transactions. This creates difficulties in "mapping" CollegeInvest's accounts to COFRS accounts for the Statement of Cash Flows, which is one of the required financial statements under governmental accounting standards. In addition, CollegeInvest prepares its Statement of Cash Flows on the basis of individual transactions; however, the State Controller's Office prepares the Statement of Cash Flows at the statewide level on the basis of account balances. As a result, the State Controller's Office, which is responsible for compiling the statewide financial statements, has had difficulty reconciling the Statement of Cash Flows prepared by CollegeInvest with the statewide Statement of Cash Flows.

In preparing the Fiscal Year 2002 financial statements, the State Controller's Office

discussed the discrepancies with CollegeInvest and created procedures that CollegeInvest should follow to correct the differences and avoid similar problems in Fiscal Year 2003. Part of these procedures involved creating new accounts in the CollegeInvest system to more closely parallel the COFRS system. In preparing the Fiscal Year 2003 Statement of Cash Flows, CollegeInvest followed the procedures but certain new types of transactions not mapped to COFRS created problems with the reconciliation. For example, the following are differences between the 2003 CollegeInvest Statement of Cash Flows, before any changes, and the Statement of Cash Flows from the State Controller's Office:

<u>Classification on CollegeInvest Statement</u>	<b>Over (under) State Controller's Statements</b>
Cash received from fees for services	(13,547,000)
Cash received from grants and contracts	12,288,000
Cash payments for suppliers	(3,292,000)
Cash flows from investing activities:	
Proceeds from sale/maturity of investments	(10,475,000)

Once the differences were initially identified, CollegeInvest and the State Controller's Office made adjustments to the classification of amounts to bring the two statements into agreement.

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## **Recommendation No. 4:**

CollegeInvest should work with the State Controller's Office to resolve discrepancies between the Statement of Cash Flows prepared by CollegeInvest and by the State Controller's Office by:

- a. Determining what additional accounts need to be created on the CollegeInvest accounting system to facilitate the mapping of accounts to COFRS.
- b. Utilizing the new accounts in the development of the Statement of Cash Flows.
- c. Testing the procedures by preparing and reconciling the Statement of Cash Flows for an interim period agreed upon with the State Controller's Office.

- d. Upon resolution of discrepancies, documenting the procedures that should be used to prepare the Statement of Cash Flows, including information on how accounts map to COFRS.

### **CollegeInvest Response:**

Agree. CollegeInvest agrees that it should continue to refine its mapping of internal general ledger accounts to the COFRS system. Each time CollegeInvest identifies a discrepancy the accounts are corrected as soon as possible. As a result of the Fiscal Year 2003 compilation of financial statements, additional discrepancies were noted due to changes in the both the State's and CollegeInvest's treatment of certain line items. These discrepancies were corrected as of the December 31, 2003 COFRS entries.

In order to reduce the time spent by CollegeInvest reconciling the Statement of Cash Flows at year end, CollegeInvest will prepare an internal Statement of Cash Flows periodically and compare the internal Statement of Cash Flows to the State Controller's Office automated Statement of Cash Flows. We have worked out a process with the State Controller's Office to make adjustments as necessary.

Implementation date: December 31, 2003.

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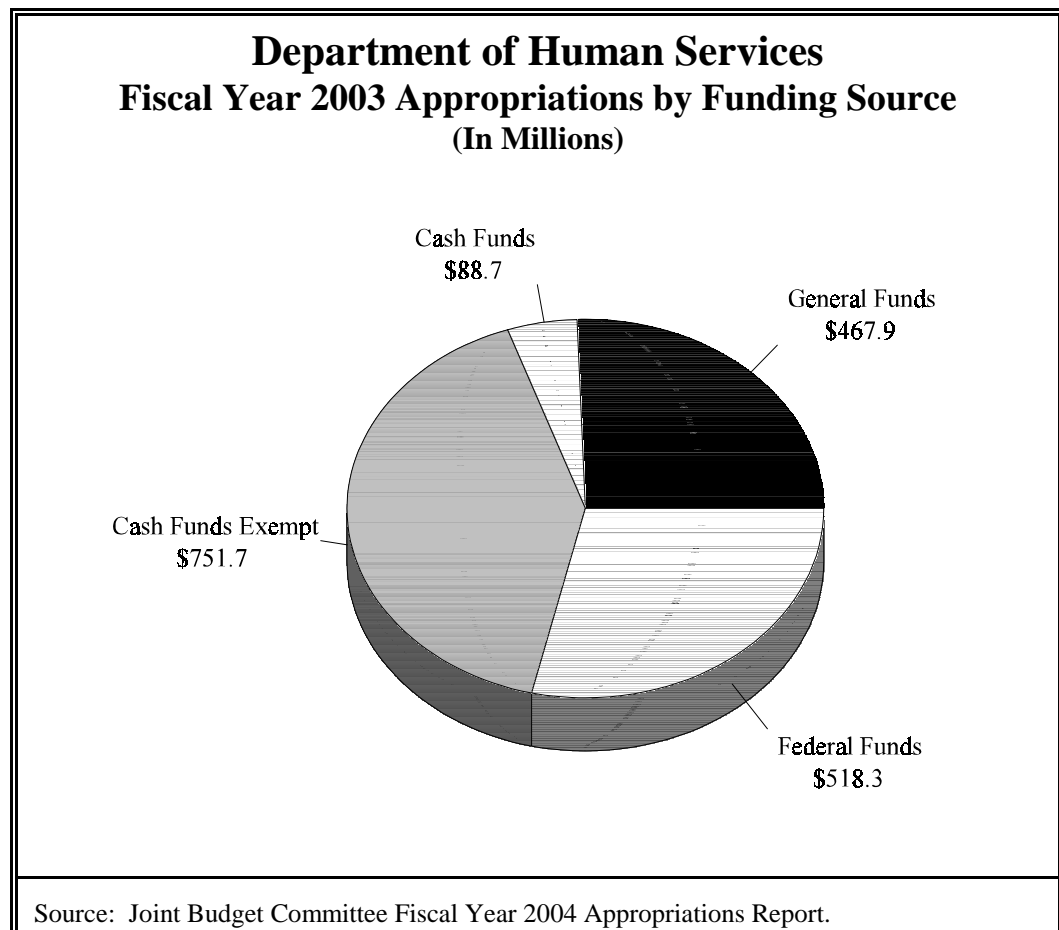
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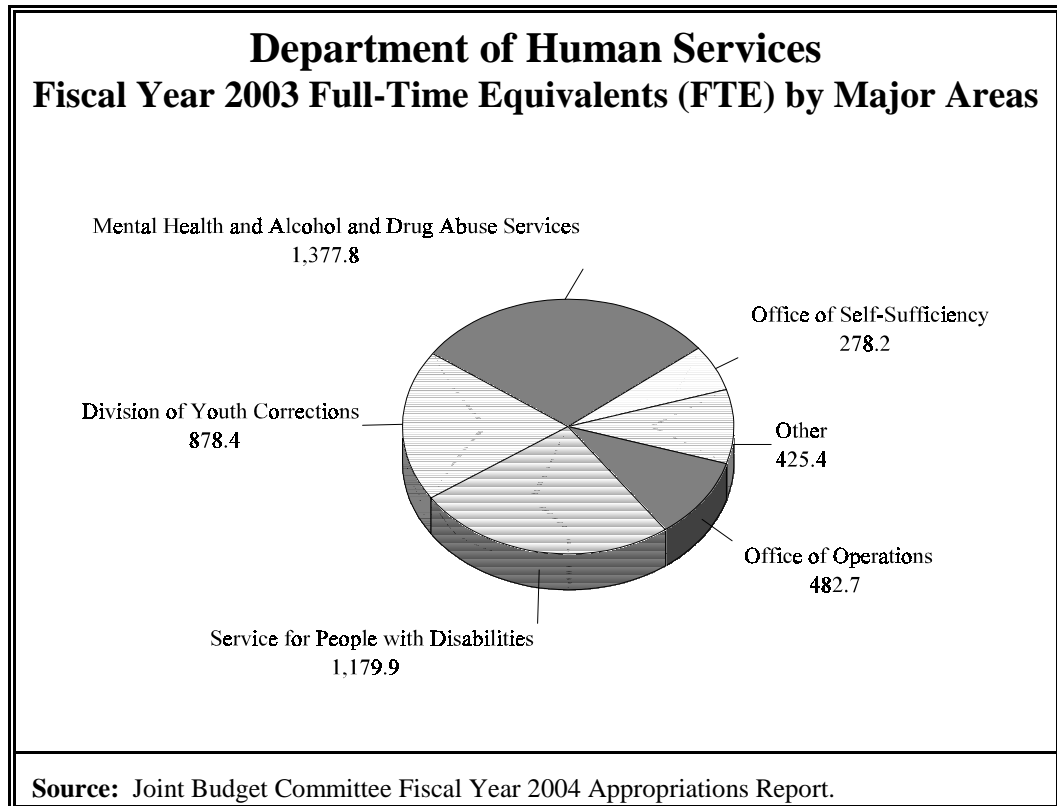
# Department of Human Services

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## Introduction

The Department of Human Services was created on July 1, 1994, to manage, administer, oversee, and deliver human services in the State. The Department supervises the administration of the State's public assistance and welfare programs throughout Colorado. Most of these programs are administered through local county departments of social services. In addition to these programs, the Department is responsible for operating a number of facilities that provide direct services, including mental health institutes, nursing homes, and youth corrections. In Fiscal Year 2003 the Department was appropriated approximately \$1.8 billion and 4,622.4 full-time equivalents, or FTE. The following charts show the appropriations by funding source and FTE by major areas within the Department, respectively, for Fiscal Year 2003:





We reviewed and tested the Department's internal accounting and administrative controls and evaluated compliance with state and federal rules and regulations. Generally, we found that the Department has adequate administrative and internal controls in place to oversee its operations and meet state and federal requirements. We identified seven areas where improvements could assist the Department in effectively managing its responsibilities — five related to financial controls and two related to federal awards. Please refer to the Department of Human Services chapter in the Federal Awards Findings section for recommendations related to federal awards.

## Accounting Oversight and Controls

The Department of Human Services' Office of Operations includes the Divisions of Accounting, Facilities Management, Procurement, and County Allocations. Staff within the Division of Accounting are responsible for performing all accounting-related functions for the Department, including entering and approving all expenditure transactions on the State's accounting system (COFRS); preparing and submitting year-end reports, or "exhibits," to the State Controller's Office for preparation of the State's financial statements and related disclosures; tracking and requesting federal reimbursement for federal grant program expenditures; preparing

and submitting financial reports for federal programs; and ensuring the proper management and recording of the Department's capital assets. The Division was allocated 130 FTE and \$6.7 million for staff salaries and benefits for Fiscal Year 2003.

During our Fiscal Year 2003 audit, we continued to identify problems with the Division's controls over the accounting function. Overall, we have two primary concerns. First, we are concerned with the lack of adherence to statutory requirements that are directly related to the Division of Accounting's responsibilities. Specifically, during Fiscal Year 2003 we found that the Department circumvented legal spending limits related to federal reimbursements received for Title IV-E, discussed in the next section, and we have noted instances of circumvention of spending limits related to the use of unused year-end accounts payable accruals and indirect cost recoveries in recent years. Second, we are concerned with the Department's inability to remedy long-standing weaknesses in accounting controls, such as lack of adequate reconciliations and other procedures related to capital assets to ensure assets are safeguarded, inaccuracies in exhibits submitted for the preparation of the State's annual financial statements, and inadequate documentation to ensure the appropriateness and accuracy of payroll. These areas are all addressed separately in this report. While the Department has agreed to address these weaknesses in prior years, the problems remain and, in the cases of capital assets and exhibit preparation, have worsened. Further, throughout the audit we found that the Department was unable to provide requested documentation in a timely manner.

The problems we identified point to a lack of adequate staff knowledge and training in critical areas. The Department reports that budget cuts and staff turnover have exacerbated the Division's problems. For example, 25 accounting staff, or 19 percent of the Division's appropriated 130 FTE, retired or left the Division for other reasons during Fiscal Year 2003. Further, the Division lost 10 of its appropriated FTE due to budget cuts during the fiscal year. However, strong accounting controls become even more critical when budgets are cut and staff are required to perform new duties. The Department should address basic issues, such as establishing adequate written procedures to ensure accounting functions are performed properly, including appropriate levels of oversight and review of the Division's activities, and requiring that sufficient documentation be maintained to support transactions entered into COFRS in all instances.

The Department of Human Services is one of the State's largest department in terms of both annual expenditures and number of employees. Its operations are complex, involving many federal and state programs, and it maintains a wide variety of activities throughout the State. It is essential that the Department take immediate steps to strengthen overall accounting controls.



**Recommendation No. 5:**

The Department of Human Services should strengthen overall accounting controls by:

- a. Providing ongoing staff training in critical areas including accounting-related statutory requirements and legal obligations.
- b. Establishing written procedures for all basic accounting functions and requiring that adequate documentation be maintained for all entries.
- c. Implementing the appropriate level of supervisory review over all accounting activities.
- d. Reviewing all programs to ensure that the expenditures are properly recorded in compliance with spending authority.

**Department of Human Services Response:**

Agree. Due to the turnover in key staff positions and increased demands for information from the Joint Budget Committee and the Office of State Planning and Budgeting during year-end close and the audit, the necessary levels of training and supervision were not provided to accounting staff new to their positions. To remedy the situation, which continues with nine additional retirements to date in Fiscal Year 2004, the Division of Accounting is working with the State Controller's Office to provide additional training to all staff. An effort will be made to make staff aware of the Department's Accounting Manual which covers all basic accounting functions, and additional emphasis will be placed on state and federal laws and regulations. In the area of exhibit preparation and submission, the Deputy Controller will review all exhibits prior to their submission to the State Controller's Office and the auditors. Additional emphasis will be placed on close supervision for employees new to their positions and deadlines for submission of information to the auditors will be monitored and followed-up on a weekly basis. In addition to the regular review of expenditures for propriety during the fiscal year, increased emphasis will be placed on review of entries made to programs at year-end.

Implementation date: October 2004.

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## Title IV-E Statutory Compliance

Title IV-E of the federal Social Security Act provides assistance to states for child welfare services including foster care services and adoption assistance for children with special needs. During Fiscal Year 2003 the Department of Human Services expended approximately \$164.4 million in state and federal funds for these two programs.

Title IV-E programs are overseen by the Department's Division of Child Welfare Services within the Office of Child and Family Services and administered locally by the county departments of social services. The Department is reimbursed by the federal government for allowable costs incurred for providing child welfare services.

Senate Bill 91-80 enacted during the 1991 Session defined certain parameters to be used by the State in providing funds to the counties for child welfare services. Under Section 26-1-111(2)(II), C.R.S., the General Assembly is required to annually determine the base amount needed to fully fund the State's Title IV-E programs. This determination must reflect rate changes, workload, federal financial participation, and any other factors necessary to maintain a level of services comparable to services provided the prior year. The General Assembly's determination of the base amount is enacted as part of the State's Long Bill. Based on the spending level established in the Long Bill, the Department enters the authorized spending levels in the State's accounting system for all Department funding, including child welfare. All departmental expenditures are charged against the specific appropriation codes.

Section 26-1-111(2)(II), C.R.S., requires the Department to pay to the counties any amount of federal reimbursement it receives in excess of the annual base amount established by the General Assembly in proportion to each county's Title IV-E eligible caseload. The counties, in turn, are to expend the excess funds for child welfare services directed toward early intervention, placement prevention, and family preservation. At the end of each fiscal year, the Department determines the amount of excess federal funds received for Title IV-E programs, if any, and sets the amount aside for payment to the county departments of social services in the subsequent year.

We found that the Department has not adhered to the statutory requirement that federal funds received in excess of the annual base amount be paid to the counties. Rather, since Fiscal Year 2000, the Department has used a portion of the excess Title IV-E funds in the subsequent fiscal year. Therefore, not all required monies have gone into direct services for child welfare purposes as directed in law. Amounts due to and amounts paid to the counties, amounts withheld but not used by the

Department, and amounts withheld and used by the Department for Fiscal Years 1999 through 2003 are shown in the following table.

<b>Department of Human Services Excess Title IV-E Funds Due to County Departments of Social Services Fiscal Years 1999 Through 2003</b>				
<b>Fiscal Year</b>	<b>Amount Due to Counties<sup>a</sup></b>	<b>Amount Paid to Counties<sup>b</sup></b>	<b>Amount Withheld but Not Used by Department<sup>c</sup></b>	<b>Amount Used by the Department<sup>d</sup></b>
1999	\$10,473,106	\$10,173,106	\$300,000	\$0
2000	\$5,779,341	\$5,179,341	\$106,942	\$493,058
2001	\$10,741,002	\$10,091,002	\$502,846	\$147,154
2002	\$13,397,309	\$11,975,353	\$599,077	\$822,879
2003	\$16,198,332	\$0 <sup>e</sup>	\$0 <sup>e</sup>	\$0 <sup>e</sup>
<b>Fiscal Years 2000-2003 Total Amount Used for Department-Level Expenditures</b>				<b>\$1,463,091</b>
<b>Source:</b> Department of Human Services data.				
<sup>a</sup> Includes current-year excess federal Title IV-E reimbursements plus any balance of prior year excess amounts still due to counties.				
<sup>b</sup> The Department's policy is to pay the counties in the subsequent fiscal year. For example, Fiscal Year 1999 "Amount Paid to Counties" of almost \$10.2 million was paid to the counties in Fiscal Year 2000.				
<sup>c</sup> Represents year-end balance held by the Department but not used by the Department.				
<sup>d</sup> Expenditures were made for Departmental purposes in the subsequent fiscal year. For example, the \$493,058 held by the Department from Fiscal Year 2000 Title IV-E excess federal funds was expended by the Department in Fiscal Year 2001.				
<sup>e</sup> In accordance with Department policy, Department staff report that counties will be paid Fiscal Year 2003 Title IV-E excess funds in the subsequent year (Fiscal Year 2004).				

In some cases, the Department used a portion of the amount identified as Title IV-E excess funds for expenditures related to the Title IV-E program; however, in other cases, the Department used a portion of the excess for non-Title IV-E program expenditures. Specifically, we noted that the Department used \$798,000 of the \$13.4 million identified as Title IV-E excess funds for Fiscal Year 2002 for non-Title IV-E expenditures incurred in Fiscal Year 2003. We reviewed three transactions recorded at the end of Fiscal Year 2003 and found that excess Title IV-E funds had been used to cover general fund overexpenditures totaling \$743,159. These overexpenditures were for costs related to Office of Self-Sufficiency programs, which include federal Food Stamps and the Low-Income Energy Assistance Program; the Client-Oriented Information Network, which is not used to track Title IV-E program activity; and Office of Operations administration and personal services expenditures. The Office of Operations includes the Division of Accounting, which initiated and approved

these transactions. By using excess Title IV-E federal reimbursements to cover these expenditures, the Department, in effect, increased its appropriations in these areas by \$743,159. Further, we reviewed an additional 19 Fiscal Year 2003 transactions totaling \$54,936 and noted that Title IV-E excess funds were used to cover other non-Title IV-E expenditures such as costs related to Office of Operations telephone charges, including long distance; furniture installation services performed at the Department of Health Care Policy and Financing; and furniture moving and electrical services performed at the Fort Logan campus. We also found that the Department used an additional \$640,000 of the identified excess from Fiscal Years 2000 and 2001 for Department expenditures incurred in Fiscal Years 2001 and 2002.

As of the end of our audit, the Department had not paid out the \$16.2 million due to the counties for Fiscal Year 2003; the Department's policy is to pay the funds in the subsequent year. However, the Department reported that it had set aside \$600,000 of the \$16.2 million for anticipated additional Title IV-E expenditures, rather than for payment to the counties. In total, the Department has spent about \$1.46 million of excess Title IV-E funds for Department-level expenditures from Title IV-E excess federal funds received during Fiscal Years 2000 through 2002, excluding the \$600,000 that has been set aside but not yet expended from Fiscal Year 2003 excess Title IV-E funds.

We concur that it is appropriate for the Department to pay the excess Title IV-E funds to the counties in the subsequent year in order to ensure that amounts identified as total Title IV-E expenditures for the fiscal year and, in turn, excess funds, are accurate. However, the Department's use of excess Title IV-E funds violates statutory provisions that specifically require the Department to return all excess Title IV-E funding to the counties. Statutes do not allow the Department to use a portion of excess funds for either Title IV-E or non-Title IV-E purposes. For instances in which the Department determines payment of expenditures from Title IV-E funding may be appropriate but would exceed the base funding amount originally established by the General Assembly for the program, the Department should request a supplemental appropriation from the Joint Budget Committee.

In cases where excess Title IV-E funds were used to cover non-Title IV-E expenditures, we have two concerns. First, by charging expenditures to an unrelated appropriation, the Department circumvented controls established by the appropriations process over agencies' spending authority. Second, by using an unrelated funding source to cover overexpenditures, the Department did not follow procedures established under state statutes that require agencies to report overexpenditures and obtain approval from the State Controller, Office of State Planning and Budgeting, and the Governor for such expenditures. Subject to this approval, an agency's appropriation in the subsequent year is restricted for the

amount of the overexpenditure. Because the Department did not appropriately report the overexpenditures, no restrictions were imposed on the Department.

We identified problems with the Department's adherence to legally established spending limits in our Fiscal Year 2001 and 1997 audits. In Fiscal Year 1997 the Department charged certain payments that would have resulted in an overexpenditure directly to indirect cost recoveries instead of against an expenditure or appropriation code. In Fiscal Year 2001 the Department charged personal services payments against an unrelated and unused accounts payable; in this case, the Department stated that if it had recorded the transaction correctly, it could have made adjustments to other year-end accruals and avoided an overexpenditure. Nonetheless, in both instances the Department was able in practice to increase its appropriations without legal authorization. In both cases, the Department agreed with recommendations to follow state statutes and record transactions appropriately.

Our findings in Fiscal Year 2003 indicate that the Department has not taken sufficient action to ensure that funds are spent in accordance with appropriations created by law and in accordance with statutory requirements. The Department must establish procedures and controls that ensure funds are handled appropriately and transactions recorded correctly. This includes requiring staff to have familiarity with the legal spending requirements for departmental programs; recording expenditures within the proper appropriation codes; reviewing entries made to the State's financial system for unusual activity, especially at the end of the fiscal year; and reverting all statutorily required excess Title IV-E funds to the counties. Finally, in future years, the Department should request supplemental spending authority from the Joint Budget Committee for Title IV-E related expenditures exceeding the base appropriation originally established by the General Assembly and follow statutory procedures in the case of overexpenditures.

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### **Recommendation No. 6:**

The Department of Human Services should adhere to state statutes regarding expenditure of funds by:

- a. Ensuring staff are sufficiently familiar with statutory requirements related to departmental programs.
- b. Charging expenditures to the proper appropriation code and reviewing entries to the State's accounting system for unusual activity.

- c. Reimbursing excess Title IV-E funds due to the counties but used by the Department for non-Title IV-E purposes in prior fiscal years.
- d. Requesting supplemental appropriations from the Joint Budget Committee for Title IV-E related expenditures exceeding the original base appropriation in future years.
- e. Notifying the State Controller when an overexpenditure occurs.

### **Department of Human Services Response:**

Agree.

- a. The Department will begin formal training to familiarize personnel with the statutory requirements of the various programs that we account for. Training will begin in March 2004.
- b. We will implement and strengthen the supervisory review of all entries made to COFRS and continue to train individuals on COFRS diagnostics and usage of the COFRS database for analysis.
- c. The Department will pursue a supplemental discussion with the Office of State Planning and Budgeting.
- d. If necessary, the Department will request supplemental appropriations from the Joint Budget Committee for Title IV-E related expenditures exceeding the original base appropriation.
- e. The Department will comply with the requirement to report overexpenditures to the State Controller when they occur.

Implementation date: March 2004.

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## **Capital Assets**

Each department is responsible for ensuring that all capital assets purchased or constructed by the State are properly accounted for when acquired and disposed of, accurately inventoried, and safeguarded throughout their lives. For Fiscal Year 2003 the Department managed over \$213 million in capital assets net of accumulated depreciation. As part of our audit, we reviewed the Department's controls in several

areas including reconciliations of retainages on construction contracts, transfers of completed capital construction projects, year-end physical inventories, capital asset reconciliations, capital lease transactions, and reimbursement of construction expenditures. We noted problems in each of these areas.

**Retainage on Capital Construction Projects:** Agencies are required by statute to retain a percentage of payments made on capital construction projects until the project is completed to the State's satisfaction. Retainages are recorded on the State's financial system, COFRS, for each project under construction. According to the Fiscal Procedures Manual published by the State Controller's Office, the Department is required to perform a year-end reconciliation of each project's retainage to ensure the amount recorded in COFRS is accurate and to make any necessary adjustments. However, we found that Department staff did not conduct reconciliations at the end of Fiscal Year 2003 for the Department's eight capital projects in place during the fiscal year. Specifically, for one project, which represented \$2.97 million, or 91 percent, of the \$3.27 million retainage balance at June 30, 2003, staff did not perform a reconciliation until October 2003, three months after the end of the fiscal year.

**Transfer of Completed Capital Construction Projects:** When a capital construction project with costs exceeding \$5,000 is determined to be complete at fiscal year-end, the Department is required under the Fiscal Procedures Manual to transfer the final cost of the completed project from construction in progress to the appropriate asset account, such as buildings or land improvements. We found that the Department did not transfer a total of approximately \$2.1 million in construction costs for five projects completed during Fiscal Year 2003 to the related asset account at year-end. Additionally, we identified that during Fiscal Year 2003 the Department did not transfer approximately \$1 million in construction expenditures from construction in progress to a related asset account for projects that were completed but not transferred at the end of Fiscal Year 2002. Therefore, at June 30, 2003, construction in progress was overstated by approximately \$3.1 million and various capital assets were understated by the same amount.

**Physical Inventories:** According to Fiscal Procedures, furniture and equipment assets with a useful life of more than one year and a value of \$5,000 or greater should be inventoried annually at June 30. Agencies have the option of performing the physical inventory prior to June 30 but after March 31. However, the agency must inform the Office of the State Auditor if it elects to perform the physical inventory prior to year-end and adjust for additions and deletions from the date the inventory was taken to June 30. We found that the Department conducted its physical inventory in May 2003, but did not inform our office of the early inventory count. In addition, approximately \$57,000 in differences identified between the physical

inventory listing and COFRS were not investigated and adjustments were not made to COFRS at year-end.

**Capital Asset Reconciliations:** Department procedures require staff to perform quarterly reconciliations of capital asset expenditures to amounts recorded as additions and deletions to capital assets on COFRS and to submit the reconciliations to the Department's central accounting office. However, during Fiscal Year 2003 we found that although all 16 agencies within the Department submitted year-end reconciliations, the five state nursing homes administered by the Department did not submit quarterly reconciliations. Further, two of the five nursing homes (State Veterans Center at Homelake and Fitzsimons State Veterans Nursing Home) submitted their year-end reconciliations in mid-October, nearly four months after the end of the fiscal year.

Additionally, we found the reconciliations were not adequate to ensure that assets had been properly accounted for throughout the year and that capital asset balances at June 30, 2003, were accurate and complete.

- C For 18 balances contained on 11 of 16 (69 percent) reconciliations reviewed, amounts did not agree to COFRS year-end closing balances. In 11 cases, staff had reconciled balances to earlier months in the fiscal year. For example, the Colorado Mental Health Institute at Pueblo's balances contained on its year-end reconciliation agreed to the May 31, 2003, balance on COFRS, and the Pueblo Regional Center's balances on its year-end reconciliation agreed to the December 31, 2002, COFRS balance, rather than to the June 30, 2003, balance.
- C For 3 of 16 (19 percent) reconciliations reviewed, the reconciliation did not include all capital assets and related accounts on the reconciliation. For example, the State Veterans Center at Homelake did not include any capital asset accumulated depreciation accounts on its year-end reconciliation. This is problematic because the Department's central accounting office identified a discrepancy of approximately \$400,000 in the Home's accumulated depreciation account at year-end that was unresolved. Although Department accounting staff followed up with the Home regarding the difference, the discrepancy was still unresolved at the end of our audit work in November 2003.

The Department is responsible for ensuring reconciliations are sufficient to ensure capital assets and related accounts are correct. Currently the Department's internal capital asset reconciliation procedures do not require that reconciliations prepared by agency staff include the entire fiscal year or state which accounts are to be reconciled. The Department should revise its procedures to address these two areas.



**Capital Leases:** For the past several fiscal years, the Department has entered into capital leases for microcomputers and telephones. During Fiscal Year 2003 the Department performed a complete reconciliation of all outstanding leases. As a result of the reconciliation, Department staff identified errors in methodologies used by staff to record and calculate prior year leases and related depreciation expense. Specifically, errors included the use of incorrect present value tables and the failure to record prepaid amounts. Upon identification of the errors, Department staff made correcting entries on COFRS for many prior and current year leases. We reviewed a sample of seven of the correcting transactions related to the capital lease reconciliation process. We found that the Department could not provide adequate supporting documentation for five of the seven (71 percent) transactions tested. As a result, we were unable to determine if the net effect of the transactions to increase capital leases by nearly \$3.1 million and to decrease accumulated depreciation on capital leases by \$2.8 million was appropriate.

**Request for Construction Expenditures:** Construction of the Fitzsimons State Veterans Nursing Home began in Fiscal Year 1999 and continued during Fiscal Year 2003. The Home began admitting patients in October 2002. We found the Department did not submit reimbursement requests for the federal share of construction expenditures from the federal Veterans Administration at any time during Fiscal Year 2003. We reviewed the federal receivable account and noted that about \$1.5 million was due to the State at the end of August 2002. The final balance due at the end of Fiscal Year 2003 was approximately \$2.7 million. The lack of timely reimbursement requests for these expenditures means the State lost the opportunity to use these funds because general funds were used to cover the expenditures.

We have identified control weaknesses over capital assets at the Department since Fiscal Year 1998. The size of the Department and the disbursement of its activities throughout the State create a greater risk that assets could be lost or misappropriated. It is imperative that the Department ensure that all areas related to capital assets, including construction, are reviewed throughout the year and adjustments are made at year-end to accurately reflect the status of the Department's assets.

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## **Recommendation No. 7:**

The Department of Human Services should improve controls over capital assets by:

- a. Ensuring that retainage payable accounts are reconciled at fiscal year-end and that required adjusting entries are made to year-end balances.

- b. Transferring costs for completed capital construction projects to appropriate asset accounts prior to year-end close.
- c. Notifying the Office of the State Auditor in advance of physical inventories conducted after March 31 but prior to June 30, investigating all discrepancies, and making adjustments on COFRS as appropriate.
- d. Revising existing capital asset reconciliation procedures to state that reconciliations be prepared through fiscal year-end and list all the balances to be reconciled, and requiring all Department agencies to perform capital asset reconciliations timely and accurately and in accordance with Department policies.
- e. Maintaining adequate supporting documentation for capital lease entries recorded on COFRS.
- f. Requesting federal reimbursement of outstanding construction expenditures at the Fitzsimons State Veterans Nursing Home project on a timely basis.

### **Department of Human Services Response:**

- a. Agree. Although retainage payable accounts have been regularly reconciled quarterly by accounting staff, they have not been regularly reconciled to what the program believes the balance should be. A new procedure will be implemented to ensure that each retainage payable balance is reconciled with program at year-end, at a minimum, and preferably on a quarterly basis.

Implementation date: July 2004.

- b. Agree. With the change in staff in capital assets during Fiscal Year 2003 the emphasis was on correcting the capital lease expenditure accounts and balance sheet amounts at year-end. As a result, no time remained to research amounts in construction in process that had been there for several years. Subsequently, the research was begun and is nearly finished.

Implementation date: July 2004.

- c. Agree. Because neither the new or previous capital asset supervisor had been in the position a full year, neither was aware of the requirement to notify the Office of the State Auditor of physical asset inventories

conducted prior to June 30. The new capital asset supervisor will be fully informed of this requirement when he or she is hired and trained. The Deputy Controller will ensure that proper notification is made for Fiscal Year 2004 and that the results of the inventories are reconciled to the financial records and necessary adjustments made.

Implementation date: July 2004.

- d. Agree. All capital asset procedures are currently being reviewed and revised. An emphasis will be made in the procedures and during training sessions prior to year-end close on timely preparation of accurate capital asset reconciliations.

Implementation date: July 2004.

- e. Agree. Fiscal Year 2003 was the year following implementation of the new reporting standards for fixed assets. After implementation in Fiscal Year 2002, the State Controller's Office noted that incorrect expenditure accounts had been used to record microcomputer capital lease payments. Use of the incorrect accounts had continued into Fiscal Year 2003. The new capital asset supervisor placed a high priority on correcting the miscodings, researching where and how the microcomputer leases should be recorded, and developing a database to track microcomputer lease payments and balances. Due to the short time span available for making corrections, the supervisor prepared the entries necessary to get the liabilities correct at June 30. In some cases, the calculations made to arrive at the needed entry were not documented for inclusion with the entries. Currently, proper documentation is being prepared and attached to all entries for capital leases.

Implementation date: April 2004.

- f. Agree. Requests for federal reimbursement of outstanding construction expenditures at the Fitzsimons State Veterans Nursing Home project were brought up-to-date in November 2003. Subsequent requests have been made in a timely manner. The final request should be made by March 31, 2004.

Implementation date: March 31, 2004.

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## Exhibit Preparation

At the end of the fiscal year, the State Controller's Office requires that each department submit financial and financial-related information that aids the preparation of the State's financial statements and footnote disclosures. The State Controller's Office requires that all departments submit this information on uniform reports, or "exhibits." During Fiscal Year 2003 we reviewed exhibits prepared and submitted to the State Controller by the Department of Human Services' 13 agencies and found the following errors.

The Department submitted 146 exhibits to the State Controller's Office for Fiscal Year 2003. Forty-nine percent of the exhibits (71 of 146) required at least one revision. Further, 32 of the 71 revised exhibits, or nearly half, were revised due to errors or omissions we identified through our audit. For example, we requested that the Department prepare revised exhibits due to the following problems:

- **Schedule of Federal Assistance (Exhibit K):** This exhibit shows the federal receipts and expenditures for the Department's administration of grant programs, and it is the basis for the State's Schedule of Expenditures of Federal Funds (SEFA) submitted to the federal government each year. We found that \$14 million in expenditures for the Low-Income Energy Assistance Program were misclassified on the Department's Exhibit K for its largest agency.
- **Schedule of Capital Leases (Exhibit F1):** The Department is required to report all capital leases on this exhibit. We found the Department did not include the total amount of capital assets under lease, as required by the Fiscal Procedures Manual, for the 15 exhibits submitted. The dollar amount of the exclusions ranged from about \$3,000 to \$9.4 million, with total exclusions of approximately \$10.2 million.
- **Cash on Hand or Deposited With Financial Institutions (Exhibit M):** This exhibit is used to report an agency's cash that is held by a financial institution other than the State Treasurer. In order to meet financial statement disclosures, the State must indicate how safe public funds are (e.g., whether the funds are insured by the Federal Deposit Insurance Corporation, or secured by other means) by classifying these funds into risk categories. We noted three instances in which the Department did not classify funds in the proper risk category. The total of these classification errors was about \$9.4 million.

- **Schedule of Changes in Capital Assets for Governmental Funds and Internal Service Funds (Exhibit W1):** This exhibit presents the additions and deletions of capital assets for the fiscal year. We identified three exhibits containing amounts that did not agree to the State's accounting system, COFRS. These errors ranged from approximately \$5,400 to \$1.8 million and totaled about \$1.9 million.

In Fiscal Year 2002 we also identified problems with the Department's preparation and submission of year-end exhibits. Specifically, we found through our testwork that 16 percent of the exhibits contained errors and required revisions. The increase in this error rate to 45 percent for Fiscal Year 2003 indicates the Department is continuing to have difficulties ensuring the information on the exhibits is complete and accurate. The Department should improve controls over the preparation of its exhibits in order to ensure the State's financial statements and related footnotes are accurate and that time required to correct and revise exhibits is minimized.

The Fiscal Procedures Manual provides general descriptions for the preparation of exhibits and the State Controller's Office conducts annual training related to changes in the manual. However, the Department should institute an annual internal training program to be conducted prior to year-end that would address Department-specific issues and provide specific guidance to those Department staff preparing exhibits. Further, the Department should institute a secondary review process for all exhibits prepared to ensure the accuracy prior to submission to the State Controller's Office.

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### **Recommendation No. 8:**

The Department of Human Services should improve controls over the preparation of exhibits to increase the accuracy of information submitted to the State Controller's Office and to lessen staff time required to correct and revise exhibits by:

- a. Developing and conducting training prior to year-end for staff preparing exhibits.
- b. Instituting a secondary review process over all exhibits to ensure their accuracy prior to submission.

### **Department of Human Services Response:**

Agree. Due to medical leave followed by retirement in April of the staff person who had responsibility for exhibits, there was little training time for

the person assigned to this position. As a result, exhibits were not begun far enough in advance of the deadline to allow for a proper review prior to submission. It should also be noted that, due to a misunderstanding, several of the exhibits were given to the audit team prior to their submission to the State Controller's Office. Many of the errors noted by the auditors were corrected prior to submission to the State Controller's Office. Several other exhibits submitted to the State Controller's Office had to be revised and resubmitted. For Fiscal Year 2004, training on the preparation of exhibits will be presented by the State Controller's Office and preparation of the exhibits will begin as soon as is reasonable after year-end. The Deputy Controller will perform a detailed review of all exhibits prior to their submission to either the auditors or the State Controller's Office.

Implementation date: September 2004.

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## Payroll Controls

During Fiscal Year 2003 the Department of Human Services employed over 4,600 full-time equivalents (FTE) and expended over \$219.3 million in total payroll costs, representing about 14 percent of the total departmental expenditures. We performed testwork to determine the adequacy of the Department's controls over payroll and noted an area in which the controls need to be improved. Specifically, 21 of the 41 employee time sheets reviewed (51 percent) were not dated by either the employee or the supervisor. We also noted that 9 of the 41 time sheets (22 percent) containing both signatures and dates were dated 20 days or more after the end of the previous pay period.

The Department currently does not require time sheets to be signed within a specified period of time after the end of the pay period or that employees and supervisors provide the date when signing time-sheets. Thus, payroll errors and necessary adjustments may not be identified in a timely manner. Establishing a time-frame for signature, or certification, and requiring that certifications be dated would provide more assurance that payroll is accurate and that necessary adjustments are identified and made timely.

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### Recommendation No. 9:

The Department of Human Services should improve payroll controls by:

- a. Monitoring time sheets to ensure they are dated by both the employee and the supervisor.
- b. Establishing a time frame during which time sheets must be certified by the employee and supervisor and requiring that certifications be dated.

### **Department of Human Services Response:**

- a. Agree. The Department will revise Timekeeping Policy V-4 to include required date fields for employee and supervisor signatures when certifying timesheets. The Division of Accounting will institute a new practice of reviewing a sample of timesheets from each district on a rotating basis to ensure certification. Required timesheets for the units selected for a designated month will be reviewed for the proper signatures and dates. All exceptions will be reported to the assigned timekeeper, the appropriate Office Manager and Division Director for follow-up.

Implementation date: March 2004.

- b. Agree. The Department will revise Timekeeping Policy V-4 to include a required timeframe for certification of timesheets. The timeframe established will be within 20 days after the close of a Kronos pay period.

Implementation date: March 2004.

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# Judicial Department

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## Introduction

Established by the State Constitution, the Judicial Department is a separate branch of the State's government. The Chief Justice of the Supreme Court is the head of the branch and is responsible for establishing administrative procedures for the following:

- Supreme Court
- Court of Appeals
- Trial Courts and Probation
  - 22 district courts
  - 64 county courts
  - 7 water courts
  - 23 probation departments
  - Denver Juvenile Court
  - Denver Probate Court

Several offices and committees within the Department operate outside the direction and control of the State Court Administrator to provide services under the Judicial Department. The Office of the Public Defender provides legal representation for the indigent. The Office of Alternate Defense Council provides representation for the indigent when there is a conflict with the Public Defender representing the individual. The Office of the Child's Representative ensures the provision of legal representation to children involved in judicial proceedings in Colorado.

In Fiscal Year 2003 the Department was appropriated approximately \$284.2 million and 3,228.3 full-time equivalent staff (FTE). The Department receives approximately 80 percent of its funding from the State's General Fund.

The following was prepared by the public accounting firm of Gelfond Hochstadt Pangburn, P.C. (GHP), which performed the Fiscal Year 2003 audit work at the Judicial Department.

## Office of the Child's Representative

During the 2000 legislative session, the General Assembly passed House Bill 00-1371, which created the Office of the Child's Representative within the Judicial



Department. The Office is responsible for ensuring legal representation and nonlegal advocacy for children involved in judicial proceedings in Colorado. This includes enhancing the legal representation of children, establishing compensation for services, setting minimum practice and training standards, determining maximum caseloads, establishing oversight committees throughout the State, and working collaboratively with the state court-appointed special advocate (CASA) to develop local CASAs in each judicial district. The Office has 5 full-time equivalent administrative staff and 18 full-time contract employees that include attorneys and case workers. The Office receives its funding from general funded appropriations. Fiscal Year 2003 marks the second full year of operations for the Office.

<b>Office of the Child's Representative Schedule of General Funded Expenditures - Budget Basis Years Ended June 30, 2002 and 2003</b>		
<b>Expenditure</b>	<b>2002</b>	<b>2003</b>
Attorney services - by type of case:		
Dependency and neglect	\$ 5,349,032	\$ 5,516,225
Juvenile delinquency	1,203,240	981,246
Domestic relations	424,682	488,916
Truancy	172,982	113,082
Paternity	78,507	57,974
Probate	89,000	51,560
Other	27,001	14,600
Counsel expenses	5,286	6,773
Subtotal: Attorney services	7,349,730	7,230,376
Administrative and operating costs	449,404	434,927
Training	23,938	22,991
CASA services	20,000	20,000
<b>Total general funded expenditures - actual *</b>	7,843,072	7,708,294
<b>Total general funded expenditures - appropriations</b>	7,843,072	7,763,264
Variance - over (under) appropriations	\$ 0	\$ (54,970)
<b>Source:</b> Data obtained from the Office of the Child's Representative.		
* Does not include accrued payroll for June 2003 of \$98,886.		

Pursuant to House Bill 00-1371, GHP performed certain procedures at the Office of the Child's Representative, including the following:

- We obtained the Office's accounting policies and procedures for cash disbursements related to attorney payments and vendor payments, which cover the review and approval of disbursements, segregation of duties, and use of purchase orders for items over \$5,000. These office policies and procedures also provide that attorney payments are to be based on the terms of written contracts and fee schedules mandated by Chief Justice Directive 97-02.
- Using a statistical sampling method, we selected 36 cash disbursements totaling about \$15,000 from a population of 16,449 disbursements totaling \$6,126,162. The sample included 33 attorney payments totaling \$12,538 and 3 general vendor disbursements totaling \$2,370. We found that the invoices were in compliance with Chief Justice Directive 97-02. The invoices were recorded correctly on the Court-Appointed Counsel and State's accounting systems. We recalculated hourly bills and agreed contract billings to supporting documentation. We found that invoices had proper evidence that they were reviewed and approved for payment. For attorney disbursements, we reviewed supporting documentation for contract disbursements, noted written verification of appointment, and noted specific written approval for fees required over the maximum threshold for the type of case. For contracted attorneys, we noted that Form W-9s were maintained by the Office.
- We compared Fiscal Year 2003 payroll expenditures of \$1,295,323 as reported on a schedule of wages by employee with salary expenditures as reported on the State's accounting system and determined that amounts in these reports were in agreement. In addition, we selected 10 employees and agreed these employees' wages (which represented 57 percent of total wages) to contracts or authorization documents.
- We reviewed employee expense reimbursement reports and determined that expenses were within agency guidelines.

Based on procedures performed, we noted that the Office's "Fiscal Policies and Procedures Manual" states that the Office's goal is to process attorney payments within 30 days of receiving the invoice, under normal circumstances. We recalculated the timeliness of 33 attorney payments and noted that the Office did not meet its goal in eight cases: seven payments were made between 31 and 38 days, and one payment was made at 50 days.

**Recommendation No. 10:**

The Office of the Child's Representative should process attorney payments in accordance with its policy.

**The Office of the Child's Representative Response:**

Agree. Under normal circumstances the Office does process payments within 30 days. Payments referenced above exceeding the usual 30 day time period were delayed as a result of unusual circumstances, in which case the Office's policy does allow for additional processing time. In each circumstance the Office's attorneys were notified in advance of the anticipated delays in payment.

The first set of circumstances arose out of the need for approval of emergency supplemental funding by the Joint Budget Committee. The Office was legally obligated to hold warrants until the State Controller approved their release. This delayed payment of most invoices received in July 2002 to September 2002. Under normal circumstances payments would have been made in August 2002.

The second set of circumstances arose out of a severe staffing shortage. The Office is an office of only five staff. At virtually the same point in time, one staff member resigned unexpectedly, one staff member went out on unanticipated long-term emergency medical leave, and one staff member went out on planned maternity leave. The two remaining staff members did not have the ability or security clearance to immediately begin processing attorney payments. The Office processes such a large volume of payments that it is difficult to catch up if processing is suspended for even a short period of time. As a result, payments made after April 2003 were delayed by approximately 10 additional days. In order to better respond to unanticipated staffing shortages in the future, the Office implemented cross-training so that four staff members have the knowledge and ability to process payment.

Implementation date: October 15, 2003.

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# Department of Labor and Employment

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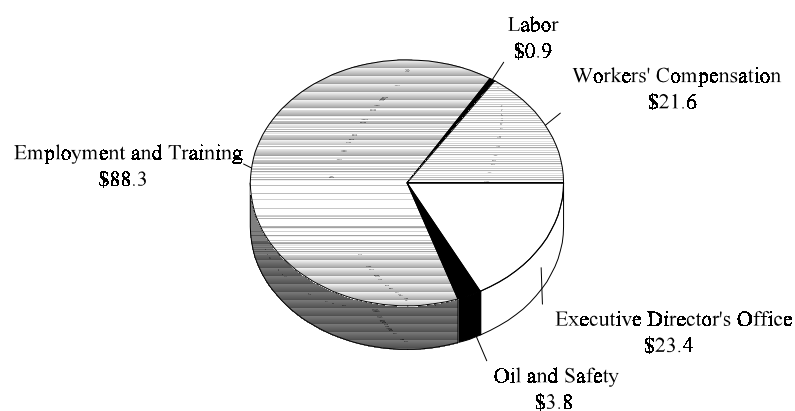
## Introduction

The Department of Labor and Employment (DOLE) is responsible for providing services to employers and job seekers and enforcing laws concerning labor standards, unemployment insurance, workers' compensation, public safety, and consumer protection. The Department is composed of the following major organizational units:

- Division of Employment and Training
- Division of Workers' Compensation
- Division of Oil and Public Safety
- Division of Labor
- Executive Director's Office

The Department was appropriated \$138 million and 1,072.0 full-time equivalent staff (FTE) for Fiscal Year 2003. Approximately 26 percent of the funding is from cash funds and the other 74 percent is from federal funds. The following chart shows the operating budget by major organizational unit during Fiscal Year 2003.

**Department of Labor and Employment  
Fiscal Year 2003 Appropriations by Organizational Unit  
(In Millions)**



**Source:** Joint Budget Committee Fiscal Year 2004 Appropriations Report.

The following comments were prepared by the public accounting firm of Clifton Gunderson LLP, which performed the Fiscal Year 2003 audit at the Department of Labor and Employment.

## Reconciliation of Expenditure Information

During Fiscal Year 2003 the Department administered 18 federal programs with \$92.1 million in federal expenditures. The Department incurs the following two types of federal expenditures:

- **Direct expenditures.** These expenditures are input into the State's financial accounting system, COFRS, and charged to the appropriate programs by the direct entry of vouchers, payroll-related expenses, and other accounting transactions. An automated system interfaces the expenditure information from COFRS into the Department's grant financial system, Financial Accounting and Reporting System (FARS).
- **Indirect expenditures.** These expenditures represent departmental overhead, such as finance, administration, and personnel costs. Indirect expenditures are calculated and recorded in FARS and then recorded into COFRS by Department staff through journal entries.

COFRS calculates earned federal revenue based on the federal expenditure information entered into the system. The Department operates on a reimbursement basis with the federal government; that is, the Department expends state funds for federal programs and then requests federal funds reimbursement based on the federal earned revenue calculated by COFRS. Reimbursement amounts due from the federal government are recorded as accounts receivable in COFRS.

At the end of each fiscal year, state agencies are required by the State Controller's Office to report federal expenditures, revenue, receivables, and cash receipts related to federal grants on a report, or "exhibit," entitled the Exhibit K – Schedule of Federal Assistance. State Controller's Office staff use information contained on the Exhibit Ks to prepare the State's Schedule of Expenditures of Federal Awards (SEFA), which is a required part of the State's annual financial and compliance audit report. The SEFA lists all federal financial assistance and federal cost-reimbursement contracts that the State receives during the year. The Department compiles its federal grant information for preparing the Exhibit K from its grant financial system (FARS) and reconciles all amounts to COFRS.

We found problems with federal expenditure and revenue information reported on FARS and COFRS at fiscal year-end 2003. Specifically:

- C While total Fiscal Year 2003 federal expenditures recorded in COFRS were approximately \$92.1 million, the federal revenue recorded in COFRS was \$93.3 million, or \$1.2 million higher. Since revenue is based on expenditures incurred and the Department's federal programs are 100 percent reimbursable programs, the revenue and expenditures in COFRS should agree. Federal grant expenditures recorded on COFRS and FARS were in agreement.
- C While the federal accounts receivable balance in FARS was approximately \$9.2 million at the end of Fiscal Year 2003, the federal receivable in COFRS was \$11.6 million, or about \$2.4 million higher. The federal receivable balances in the two systems should agree.

We also noted discrepancies between the Department's federal expenditure and revenue amounts recorded in FARS and COFRS during the Fiscal Year 2001 audit. While the Department agreed that it would analyze discrepancies between the two systems and review its reconciliation procedures by June 30, 2002, our findings indicate that the Department does not have an adequate reconciliation procedure in place to identify and resolve discrepancies in federal revenue and expenditure information entered into the two systems. The Department must institute reconciliation procedures for all federal expenditure and revenue information to ensure the information is reported accurately and to ensure the amounts requested for reimbursement from the federal government are accurate. Without a reconciliation, the risk of errors and irregularities rises to an unacceptable level.

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### **Recommendation No. 11:**

The Department of Labor and Employment should improve controls over federal expenditure and revenue reporting by implementing a periodic reconciliation process to identify and resolve discrepancies found between FARS and COFRS in a timely manner.

### **Department of Labor and Employment Response:**

Agree. The Department of Labor and Employment has taken steps to improve controls over federal expenditure and revenue reporting including: (1) isolating the prior year balances in the federal receivables account, which will allow for the reconciliation of current and future years' activity and balances; (2) performing a detailed review of the process for recording revenue in COFRS, resulting in a change to this process and methodology to include periodic reconciliations of federal revenue and expenditures; (these changes are still being evaluated and revised); and (3) preparation of the

Exhibit K as of 12/31/03, including reconciliations between COFRS federal revenue and FARS expenditures, as well as deferred revenue in FARS and the federal receivable in COFRS. We also identified the amount of Statewide Indirect Cost Recoveries applicable to federal grants for the same time period. This has also been a contributing factor to the reconciliation problems in the past.

Implementation date: June 30, 2004.

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## **Petroleum Storage Tank Fund Accounts Receivable**

The Petroleum Storage Tank Fund (Fund) was created by Section 8-20.5-103, C.R.S., for the purpose of collecting registration and annual renewal fees from owners or operators of aboveground and underground storage tanks. In Fiscal Year 2003 the Fund had about \$514,000 in revenue from these fees. This revenue is used to reimburse eligible applicants for allowable costs incurred for removing petroleum contamination from underground and aboveground petroleum storage tanks, as well as for third-party liability expenses. The State Inspector of Oil, appointed by the Executive Director of the Department of Labor and Employment, collects registration and renewal fees and, in the case of delinquent fees, assesses a penalty of twice the amount of such fees and reasonable costs associated with the collection of such fees.

During our Fiscal Year 2003 audit, we noted a problem relating to the accounts receivable associated with these fees. Of the \$483,000 accounts receivable balance at June 30, 2003, approximately \$360,000 (about 75 percent) represents accounts over one year old. Approximately \$240,000 of the accounts are from 1998 to 2001. Additionally, approximately \$100,000 of the uncollected accounts results from the Department's not having correct information on the owner's name and billing address.

According to the Department of Personnel and Administration's Accounts Receivable Collections Administrative Rule, departments are required to send receivables to Central Collections when they become delinquent; delinquent accounts are defined by Central Collections as accounts 30 days past due. We found the Department currently has no process for routinely reviewing accounts receivable aging reports to determine when Fund accounts become delinquent and for submitting accounts to Central Collections at 30 days past due. Further, the Department has not instituted a procedure for the review of outstanding accounts to determine if names and addresses are correct. As a result, a number of delinquent

accounts submitted to Central Collections by the Department were sent back to the Department by Central Collections due to incorrect addresses and owner names.

The Department should establish policies and procedures for periodically reviewing aging analysis reports to identify accounts 30 days or more past due and submitting the delinquent accounts timely to Central Collections. In addition, the Department should require that the State Inspector verify owner names and billing addresses during required annual inspections and communicate any changes to the appropriate staff for corrections to the Department's records. Efforts in these areas would reduce the potential loss of revenue to the State and increase the efficiency of the State's collections process.

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### **Recommendation No. 12:**

The Department of Labor and Employment should improve controls over accounts receivable in the Petroleum Storage Tank Fund by:

- a. Establishing procedures for periodically reviewing aging analysis reports to identify delinquent accounts and submitting accounts 30 days past due to Central Collections.
- b. Obtaining verification of the owner name and address during the annual inspections and ensuring changes to the Department's records are made as needed.

### **Department of Labor and Employment Response:**

Agree. The Division of Oil Inspection has attempted to clean up the information contained in the database. Most of the current information is valid, but there are still a number of "unknown" owners for facilities with outstanding invoices prior to 1/1/2001. The Director of the Division of Oil and Public Safety has approved a series of steps to collect the valid outstanding invoices and to write-off the uncollectible fees, including: (1) writing-off federal facility and "unknown" owner fee balances prior to 1/1/01; (2) waiving all late fees with invoices prior to 1/1/04, if the base fee has been paid; (3) providing amnesty for current billings and sending unpaid invoices to Central Collections after the amnesty period; and (4) creating the functionality in the system to refer unpaid fees to Central Collections electronically as they become 30-days overdue.

Implementation date: December 31, 2004.

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# Department of Military and Veterans Affairs

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## Introduction

The Department of Military and Veterans Affairs consists of the Executive Director's Office, the Division of Veterans Affairs, the Army National Guard, the Air National Guard, and the Civil Air Patrol. The Adjutant General is the administrative head of the Department as well as the Chief of Staff of the Colorado National Guard. The Colorado National Guard is a federal and state military organization whose primary mission is to support the federal, state, and local governments in times of need.

## Supervision

During a Fiscal Year 2001 financial review of the Department, we found that there was an inadequate segregation of duties between the billing and collection functions for the Tuition Assistance and the Contracting and Facilities areas. During our current audit, we found that the billing and collection duties have been segregated. The Tuition Assistance and the Contract and Facilities areas are responsible for billing, and the collection of these funds has transferred to the accounting office. However, we noted that additional efforts should be made by the Tuition Assistance Office to ensure adequate controls are in place over tuition refunds.

The State Tuition Assistance Program is a statutory program established under Section 23-5-111.4, C.R.S., to encourage enlistments, enhance the knowledge and skills of the National Guard, and retain membership in the National Guard. During Fiscal Year 2003, about \$386,000 was appropriated for tuition assistance, and approximately \$18,100 in receivables for tuition refunds, representing amounts due from approximately 24 individuals, were recorded by the Department at June 30, 2003. Repaid tuition refunds in turn are used to provide assistance to other eligible recipients.

Department regulations require that if a member of the Guard resigns or is discharged prior to completion of his/her membership obligation, the recipient shall be required to repay the amount of state tuition assistance not yet "earned." Regulations further require military personnel officers to notify the Tuition Assistance Office of pending discharges.

The Office uses several tools to identify discharged soldiers. For example, on a quarterly basis the Office receives an electronic listing of all soldiers in the Army National Guard who have been recognized as discharged at the federal level. The federal list is compared with records maintained within the Tuition Assistance Office in order to identify any discharged soldiers located in Colorado who received tuition assistance and did not meet the related service requirements. Once all discharges have been identified, the Office calculates how much the student owes the State, and sends an invoice to the student for this amount. According to the Department, the listings provided by the federal government can include about 650 names of discharged soldiers and may only contain the names of 12 or fewer Colorado soldiers that owe tuition refunds each year.

Department staff report that the Tuition Assistance Director is responsible for electronically sorting the information provided by the federal government, extracting the information on Colorado discharges, determining the amount owed, billing the soldier, and determining repayment terms. Repayment terms can vary; however, most soldiers are required to make full repayment within two years. If a soldier discontinues making payments, the receivable is turned over to the accounting department for further action. The Tuition Assistance Director meets with a supervisor weekly to discuss pertinent issues; however, the supervisor does not review the procedures performed by the Director. Although we did not note any errors or omissions during testwork, the lack of a supervisory review poses a concern because errors and irregularities may not be identified. For example, soldiers owing refunds may not be properly identified, or repayment amounts may not be accurately calculated. This puts the Department at risk for not receiving all monies due to the State.

Funding for the tuition assistance program has decreased from \$386,000 in Fiscal Year 2003 to \$175,803 in Fiscal Year 2004. Since the collections from tuition assistance refunds are reinvested into the program, the Department should ensure controls are adequate to accurately identify all refunds and request repayments as appropriate.

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### **Recommendation No. 13:**

The Department of Military and Veterans Affairs should improve its controls over the Tuition Assistance Office by establishing a supervisory review over the identification and calculation of accounts receivable for the tuition refunds owed to the State.

## **Department of Military and Veterans Affairs Response:**

Agree. The Department will improve controls over the identification of persons who use Tuition Assistance funds but do not complete their service obligation and therefore owe the State a refund. We will implement the following procedural changes.

1. The Department archivist will manually compare the discharge roster with the database containing names of those who have used Tuition Assistance. The archivist will compare his list of matching names with the list developed by the Tuition Assistance Director (who uses the same independent process). Any differences will be reconciled.
2. The Tuition Assistance Director will use the reconciled list to calculate any refund due the State.
3. The Resource Manager (the supervisor of the Tuition Assistance Director) will review and sign the final list of names and amounts due and forward to the Controller.

Implementation date: January 1, 2004.

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# Department of Natural Resources

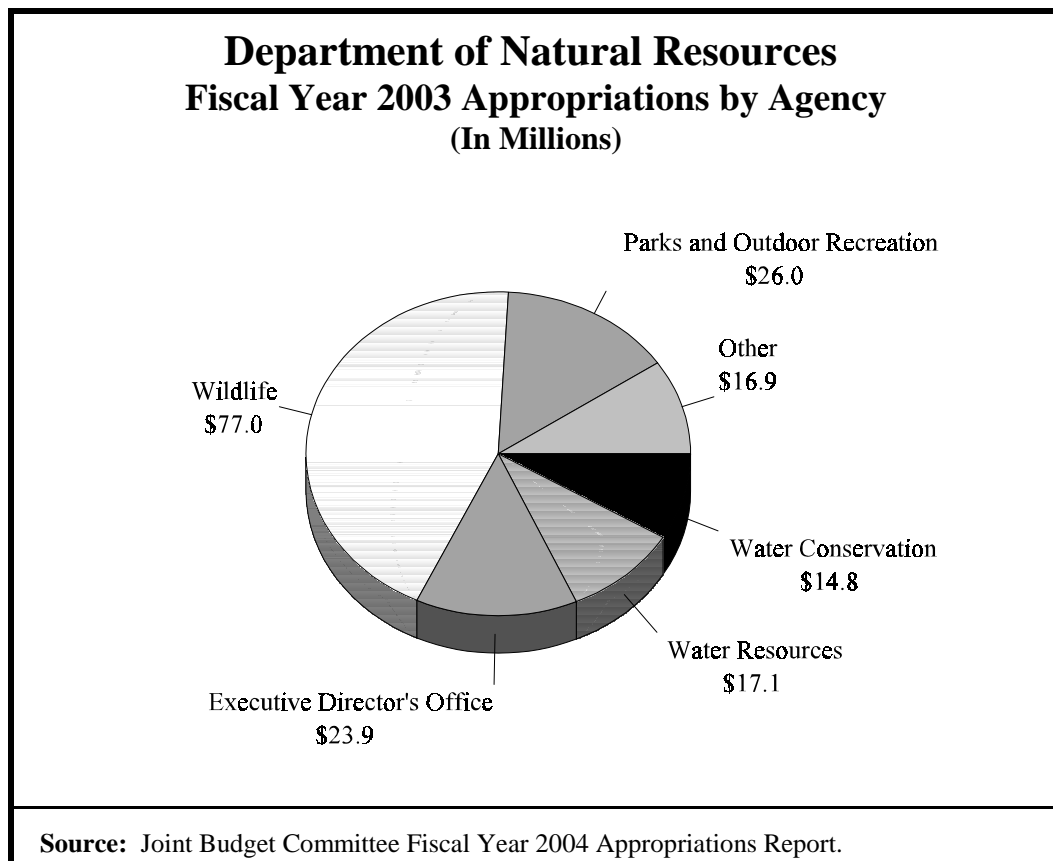
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## Introduction

The Department of Natural Resources is responsible for encouraging the development of the State's natural resources. Resources include land, wildlife, outdoor recreation, water, energy, and minerals. The Department comprises the Executive Director's Office, which is responsible for the administration and management of the overall Department, and the following eight sections:

- Wildlife
- Water Resources
- State Board of Land Commissioners
- Parks and Outdoor Recreation
- Oil and Gas Conservation Commission
- Division of Minerals and Geology
- Water Conservation Board
- Geological Survey

In Fiscal Year 2003 the Department was appropriated about \$175.7 million with 1,538 full-time equivalent staff (FTE). The Department is primarily cash-funded. Revenue sources include hunting, fishing, and other licenses, as well as royalties, rents, interest, and other sources. The following chart shows the Department's appropriations for Fiscal Year 2003.



## Capital Assets Tracking

The Department is responsible for ensuring that its capital assets are properly recorded, inventoried, and safeguarded. Most of the Department's \$339.5 million in capital assets are located at various parks and wildlife facilities throughout the State. These assets include land, improvements to land, buildings, leasehold improvements, equipment, library books, historical treasures, and infrastructure such as roads, bridges, and dams.

Lack of controls over capital assets has been an ongoing issue at the Department. In Fiscal Years 1994 and 1997, we recommended that the Department improve its controls by completing annual physical inventories and properly adjusting accounting records based on the results of these inventories. In Fiscal Year 2002 we found problems with physical inventories, reconciliations to accounting records, capitalization thresholds, and useful lives for assets. In our current audit we found similar problems as follows.

- **The Department’s central accounting office removed 81 items, totaling about \$1.3 million, from its internal database of capital assets without adequate documentation.** These items included vehicles, tractors, boats, and office equipment. The source of these adjustments came from hand written notes prepared by Division staff that simply stated that the items were “gone,” or “not ours please remove.” Adequate documentation should include a receipt evidencing the item was disposed of or sold, or include confirmation from the receiving agency for assets transferred. In addition, these deletions were not always made in a timely manner. For example, we noted three items Divisions had disposed of in Fiscal Year 2002 but that the Department did not delete from its internal records until the end of Fiscal Year 2003. Obtaining adequate supporting documentation and adjusting internal accounting records on a timely basis provides a means to safeguard assets and prevent fraud and misuse.
- **Assets were removed in error when new capitalization thresholds were adopted.** The Department increased its capitalization thresholds based on general guidelines established by the State Controller’s Office. For example, the Department changed its thresholds for capitalizing buildings and leasehold improvements to \$50,000 or more. Prior to Fiscal Year 2003, the Department capitalized all building and leasehold improvements regardless of the acquisition value. We found that the Department incorrectly deleted three assets totaling \$403,000 from its internal database and the State’s accounting system. Each of these items exceeded the \$50,000 capitalization threshold and should not have been deleted. This resulted in the Department’s fixed assets being understated by \$403,000 at fiscal year-end.
- **The Department incorrectly recorded a gain on the disposal of assets when it revised the useful lives of its buildings from 27.5 to 40 years in Fiscal Year 2003.** The Department recalculated depreciation as if the lives of the buildings were originally set at 40 years and then reduced accumulated depreciation by approximately \$1.5 million and recorded a gain on disposal of assets of \$1.5 million. Generally accepted accounting principles state that if the useful life of an asset changes, the entity should depreciate the remaining cost proratably over the remaining extended life. Therefore, current year depreciation was understated for these buildings. The Department should recalculate depreciation on the buildings and make appropriate adjustments in Fiscal Year 2004. In addition, the Department could not provide us with sufficient information to determine the amount of the understatement. The Department did not correct its records as of fiscal year-end when we brought this matter to its attention.



- **The Department did not complete reconciliations in a timely manner.** The Department's policy is to perform quarterly and year-end reconciliations between the capital assets recorded on an internal database and the State's accounting system. Quarterly reconciliations were not completed and the year-end reconciliation was completed almost four months after the books were closed. Based on the year-end reconciliation, at June 30, 2003, about \$266,000 was erroneously classified as leasehold improvements instead of equipment, and accumulated depreciation was overstated by \$1,400 on the State's accounting system. Due to the late completion of the year-end reconciliation, these items were not corrected until Fiscal Year 2004. In addition, the final year-end reconciliation between the State's accounting system and the Department's internal listing was not complete because it contained an unresolved difference of approximately \$60,000. Timely completion of quarterly reconciliations would expedite the completion of the final reconciliation at year-end.
- **We found no evidence of an independent review.** When independent reviews of the reconciliations are not performed, the risk increases that errors will go undetected or that reconciliations will not be completed timely.

The significant amount of capital assets held by the Department and the disbursements of these assets throughout the State require that the Department have adequate controls in place to ensure that assets are safeguarded and that the risk of errors or irregularities is minimized.

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## **Recommendation No. 14:**

The Department of Natural Resources should improve controls over capital assets and ensure assets are recorded accurately on the State's accounting system by:

- a. Entering all Fiscal Year 2003 adjustments to capital assets as needed.
- b. Requiring divisions to submit inventory adjustments, including adequate documentation, to the Department within a reasonable time after an asset is added or deleted; reviewing the documentation for completeness; and following up as appropriate.
- c. Ensuring adjustments made when revising capitalization thresholds are accurate.

- d. Recording depreciation and adjusting the remaining useful lives of capital assets in accordance with generally accepted accounting principles when changing the estimated useful lives of assets.
- e. Completing periodic reconciliations between the internal database of capital assets and the State's accounting system and making adjustments in a timely manner.
- f. Implementing independent review procedures over the reconciliation process.

### **Department of Natural Resources Response:**

- a. Agree. Adjustments completed January 2004.

Implementation date: January 2004.

- b. Agree. Divisions are already required to submit physical inventory verification at year-end. The Department will reinstitute a process of the Department deputy director notifying division directors of units that have not complied. In addition, the Department will implement a new procedure requesting divisions to complete an asset change form and supporting documentation any time a capital asset is transferred, disposed of or stolen. This form and supporting documentation will also be required for any variances noted on the year end inventory verification.

Implementation date: June 2004.

- c. Agree. 2003 adjustments have been completed. In the event of any future revisions to capitalization thresholds all adjustments will be thoroughly reviewed and verified before posting.

Implementation date: February 2004.

- d. Partially agree. Adjustments to the useful lives of certain capital assets was done as the result of an Fiscal Year 2002 audit recommendation. Implementation of this recommendation required a very large commitment of resources for little value. The net adjustment was less than 0.5 percent of the total capital asset valuation. Although the Department acknowledges that the methodology used to adjust the useful lives of certain assets was applied incorrectly, the Department does not intend to commit the resources to recalculate and adjust previously

adjusted assets. Any future adjustments will be made in accordance with the methodology required by the audit.

Implementation date: March 2004.

- e. Agree. Reconciliations and adjustments for Fiscal Year 2004 have been completed through 2nd quarter (December 31, 2003) and are being completed on a quarterly basis.

Implementation date: January 2004.

- f. Agree. Summary data which was the result of the reconciliations was reviewed prior to any adjustments being posted. Effective with the 3rd quarter 2004 reconciliation, all supporting reconciliation documents and worksheets will be reviewed along with the summary support prior to adjustments being posted.

Implementation date: April 2004.

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## **Division of Minerals and Geology**

The Division of Minerals and Geology is responsible for regulating the mining activities in the State. This primarily includes overseeing the safety and environmental soundness of mining operations. When mining is complete, the Division is also responsible to ensure that the mine operators return the land to its original state. The program is functionally divided up among coal, minerals, mines, and inactive mines.

### **Reclamation Deposits Held in Custody**

As of June 30, 2003, the Division of Minerals and Geology had approximately \$13.4 million of reclamation deposits held in custody. These deposits, which include \$9.2 million in cash and \$4.2 million in certificates of deposit, provide assurance that mine operators are financially capable of reclaiming the land used in the mine operations. Section 34-32-117, C.R.S., authorizes the Division to collect these funds from mine operators. If the operator does not reclaim the land to its original state, the Division is allowed to use the deposit to cover reclamation costs. If the land is properly reclaimed, the Division refunds the deposit to the operator.

The Division establishes amounts that operators must deposit. The operator can secure these reclamation deposits with cash, or a certificate of deposit as collateral. Section 34-32-127, C.R.S., requires the Division to turn over these reclamation deposits to the State Treasurer's Office (Treasury) for safekeeping. When secured with cash, the Division deposits the cash with Treasury for safekeeping and investment. The Division tracks the earned interest and returns the entire balance, including earned interest, to the operator upon reclamation or replacement.

For reclamation deposits secured with certificates of deposit, the Division records only the face amount of the certificate and deposits the certificate with Treasury. Once reclamation is complete, the Division collects the certificate of deposit from Treasury, updates its records, and returns the item to the operator. Interest earned on the certificates belongs to the operator. Interest is paid to the operator on an ongoing basis over the term of the certificate or accumulates in the account until the certificate matures.

As part of our audit, we reviewed the Division's controls over reclamation deposits held in custody and found several weaknesses. Specifically, we found that the Division does not have (1) procedures to resolve exceptions with confirmations of certificates of deposit received from financial institutions and update accounting records, (2) adequate segregation of duties over reclamation deposits held at Treasury, or (3) an adequate process for reconciling its internal records of reclamation deposits with the State's accounting system.

## **Confirmation of Certificate of Deposit**

As of June 30, 2003, the Division reported that it had \$4.2 million in certificates of deposit. At year-end, the Division sends confirmations to financial institutions to verify that the certificates of deposit are on hand at various institutions as well as verify the amounts of the certificates. For Fiscal Year 2003, the Division reported that it sent confirmations for all 357 certificates of deposit held with financial institutions. However, the Division does not resolve all discrepancies between its internal records and those of financial institutions and make necessary adjustments to the State's accounting system.

As shown in the following table, according to the Division's records, 87 of the 357 confirmations, or 24.4 percent, showed discrepancies between information reported by the financial institution and what was recorded on the Division's internal records. According to the Division's records, these 87 certificates of deposit had a value of more than \$769,000. In 14 of the 87 instances, the confirmations suggest the certificates may not exist.

<b>Division of Minerals and Geology Summary of Confirmations on Certificates of Deposits Returned With Exceptions Fiscal Year Ended June 30, 2003</b>			
<b>Reasons Confirmation Returned With Exceptions</b>	<b>Certificates With Exceptions</b>	<b>Division's Records</b>	<b>Financial Institution's Records</b>
Financial institution reported a different dollar amount	73	\$711,938	\$724,270
Certificates reported as previously redeemed	5	\$ 37,432	\$ 0
Financial institution had no record of certificate	8	\$ 19,500	\$ 0
Financial institution had closed	1	\$ 500	\$ 0
<b>Total confirmations with exceptions</b>	<b>87</b>	<b>\$769,370</b>	<b>\$724,270</b>
<b>Source:</b> Summary of the Division's analysis of confirmations.			

In most cases, the discrepancies between the Division's and the financial institutions' records appear to be related to problems with the Division's procedures for confirming these certificates. First, the Division did not confirm the balance at June 30, 2003. Instead, the Division sent their confirmations on April 1, 2003, and requested that financial institutions respond by May 3, 2003. As a result, it was not possible to determine the date that the financial institution used for reporting the amount. Second, the Division requested that the financial institution confirm the account balance, not the face value of the certificate. The Division's records reflect only the face amount of the certificate. Therefore, the majority of the 73 exceptions related to discrepancies in the values of the certificate of deposit may have resulted because amounts confirmed by the financial institution included accrued interest or bank charges, or because the bank combined accounts.

The Division's internal policy states that no interest shall accrue onto the principal. As noted above, we found that the majority of discrepancies may have resulted because the amount confirmed included accrued interest. This indicates the Division is not enforcing its policy. We also found that the Division did not update its internal records for all changes in the financial institutions' name or the account numbers. The Division reported that because of the long-term nature of mining operations, deposits can be held for up to 30 years.

The most serious concern involves certificates worth \$57,432 that the Division maintains it has; however, the confirmations do not reflect the existence of the certificates. These confirmations include five certificates that were redeemed but

remain on the Division's list, eight certificates that the financial institutions reported they did not have, and one certificate from a financial institution that had closed. The Division was unable to provide information on whether these certificates were redeemed as a result of the operator properly reclaiming the land or redeemed by the Division for reclamation purposes, or if the certificate was improperly redeemed. One such certificate was reported as redeemed in 1996 yet remains on the Division's internal list. No additional procedures were performed by the Division to ascertain the status of these certificates.

The Division needs to strengthen controls over certificates of deposit held by financial institutions by improving its confirmation process, identifying the reasons for discrepancies and resolving them, and adjusting its internal records and the State's accounting system as appropriate.

## Segregation of Duties

As of June 30, 2003, the Division reported reclamation deposits of \$9.2 million in cash held in custody on the State's accounting system in addition to the \$4.2 million in the form of certificates of deposit. We reviewed the Division's procedures over the transfers of these reclamation deposits to the State Treasurer's Office for safekeeping. We found the following problems:

- **The Division lacks adequate segregation of duties.** The two individuals responsible for updating and reconciling the Division's lists of reclamation deposits held in custody also have the authority to withdraw the items from Treasury. Lack of segregation of duties between individuals recording reclamation deposits and those individuals with access to these deposits creates a risk of errors going undetected or possible misappropriation of state assets.
- **Signature cards have not been updated.** We reviewed the Division's signature card at Treasury and found it had not been updated since May 1999. Individuals listed on the signature card have authority to deposit or withdraw the Department's reclamation deposits from the State Treasurer's Office. The card contained eight names, including an employee who had not worked at the Division since June 2000 and, therefore, should not have authority to have access to these assets.
- **Receipts for reclamation deposits placed at Treasury for safekeeping are not kept in a secure location and tracked.** We found that receipts issued by Treasury for the \$13.4 million of deposits held in custody are stored on unlocked shelves in the Division's hallway. When the Division refunds or cashes in a reclamation deposit, the receipt is given to Treasury in return for the deposit. No control sheets are used to track the receipts and deposits

withdrawn. In addition, we found no evidence of review to ensure that the deposits were appropriately withdrawn and deducted from the Division's listing and the State's accounting system.

## **Reconciliation of Reclamation Deposit Information**

During our 1999 audit, we found problems with the Division's procedures for reconciling the Division's reclamation deposit records to the State's accounting system and investigating and resolving discrepancies on a monthly basis. The Division agreed with the recommendation and planned to have it implemented by December 1999. However, it was not until Fiscal Year 2001 that the Division fully implemented this recommendation. In our current audit, we found problems with the Division's procedures for reconciling the Division's reclamation deposits similar to those problems identified in 1999. Specifically, we found that reconciliations are not completed timely and copies are not always maintained.

During our current audit, the Division could not provide monthly reconciliations between its internal listing, Treasury's listing, and the State's accounting records for \$9.2 million of cash reclamation deposits. Division staff stated they completed these reconciliations but did not maintain copies. Division staff did not complete the fiscal year-end reconciliation of the \$4.2 million of certificates of deposits until September 2003. Upon completion of this reconciliation, the Division's internal listing showed \$1,000 more than the amounts recorded on the State's accounting system and on Treasury's listing. Additionally, we found no evidence of an independent review to ensure that these reconciliations and related adjustments, if any, were completed timely and accurately.

It is important that the Division safeguard the State's assets and report reliable information on the State's financial system for all reclamation deposits held in custody. Further, it is the Division's responsibility to hold operators accountable for the reclamation of the land used for mining, and these deposits help ensure that this occurs. Therefore, the Division should take steps to address all weaknesses in controls over reclamation deposits held in custody.

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### **Recommendation No. 15:**

The Division of Minerals and Geology should improve its controls over reclamation deposits held in custody by:

- a. Ensuring that confirmation forms used for certificates of deposit held by financial institutions include all necessary information such as the date of

- confirmation, face value of the certificate, and requests for updated information on the institution's name or address.
- b. Developing and implementing procedures to identify and resolve all exceptions related to certificates of deposit between internal records and information reported by financial institutions. These procedures should include documentation requirements, timely reviews, and appropriate adjustments to the State's accounting system.
  - c. Enforcing its policy stating that no interest shall accrue on reclamation deposits held by financial institutions by working with the operators and financial institutions, or changing its policy.
  - d. Establishing and implementing adequate segregation of duties between individuals who maintain records of reclamation deposits and individuals authorized to withdraw these deposits from Treasury. In addition, the Division should update the signature card on file with the State Treasurer's Office.
  - e. Ensuring that receipts for reclamation deposits with Treasury are safeguarded and that withdrawals of items and the related adjustments to the Division's internal listings are completed timely and accurately.
  - f. Reconciling internal records on reclamation deposits held at Treasury to the State's accounting system and Treasury's records, and implementing independent review procedures over these reconciliations in a timely manner.

### **Department of Natural Resources Response:**

- a. Agree. The letter sent to financial institutions requesting confirmation of certificates of deposit will be modified for the next submittal in order to capture the information noted. Revised confirmation letters will be sent to the financial institutions by May 2004.

Implementation date: May 2004.

- b. Agree. The Division developed and implemented exceptions procedures in January 2004 that address documentation requirements and timely reviews, and includes an explanation of what types of actions require Mined Land Reclamation Board decisions (the Board meets once a month). The 14 exception items that were not confirmed with financial institutions have been researched by the Division and the following actions were taken by February 24, 2004:



- Bank information was updated in the Division's internal records (1 item).
- Division requested the banks to investigate redemption of certificates of deposits not approved by the Division (2 items).
- Revocation or release actions are scheduled for the February, March or April board meetings of the Mined Land Reclamation Board (11 items).

Implementation date: June 2005.

- c. Agree. The program manager for the Minerals Program will investigate a possible rule change, within statutory guidelines, and Mined Land Reclamation Board policies. If a rule change is not advisable, the Division will contact financial institutions once a year, following the certificates of deposit confirmation process, requesting that they distribute the interest to the mine operator.

Implementation date: August 2004.

- d. Agree. The Division updated the signature card on file with the State Treasurer's Office, which eliminates the ability of the individuals who record the deposits from also being able to withdraw the deposits from Treasury. Also, a locked cabinet was installed to house the deposit records, which cannot be accessed by the individuals who can withdraw deposits from Treasury. These actions guarantee the recommended segregation of duties. Separate files for new deposits going to Treasury and existing deposits withdrawn temporarily are established to help track the items being deposited with Treasury.

Implementation date: December 2003.

- e. Agree. The Division installed a locked cabinet to secure the deposit records, which cannot be accessed by the individuals who can withdraw deposits from Treasury. Separate files for new deposits going to Treasury and existing deposits withdrawn temporarily are established to help track the items being deposited with Treasury.

The program manager for the Minerals program will be signing off (started in January 2004) on the monthly reconciliations of Division listings versus Treasury listings of deposits, which will ensure the timeliness and accuracy of listings.

Copies of monthly reconciliations will be kept on file in the Division starting in January 2004.

Implementation date: January 2004.

- f. Agree. New procedures for independent reviews are as follows:
- The program manager for the Minerals program will review the monthly reconciliation of deposits.
  - A budget and policy analyst will review the monthly cash bonds reconciliation.
  - Copies of monthly reconciliations will be kept on file in the Division.
  - Reviewers will monitor the timeliness of withdrawal and deposits of financial warranty instruments with the State Treasurer.

Implementation date: January 2004.

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## Colorado Water Conservation Board

The Colorado Water Conservation Board (CWCB) is the State's primary water policy and planning agency. The statutory duty of the Board is to promote conservation of the State's waters and to assist in flood prevention. One program that helps the Board meet its statutory duty is the Construction Fund Loan Program. This program provides loans from its revolving fund for projects that will either increase the beneficial consumptive use of Colorado's undeveloped compact-entitled waters and/or repair or rehabilitate existing water storage and delivery systems. The Board, with the approval of the General Assembly, authorizes loans to local governments, water districts, and private companies for a variety of projects that are important to water conservation in Colorado. Since its inception in 1971, the Board has disbursed over \$214 million for over 256 water projects. As of June 30, 2003, CWCB had 222 loans in repayment status totaling \$162.5 million.

### Compliance With Liability Insurance Requirements

The Board requires borrowers to maintain general liability insurance from the time of contract execution until their loan is repaid. Requiring borrowers to maintain liability insurance protects the State's interests should an unforeseen event at a project site impact a borrower's ability to pay its obligations. In addition, for contracts dated 1995 and later, the State must be named as an additional insured on the general liability insurance policy. To comply with these insurance requirements, borrowers must provide the Board with a certificate of insurance (including an additional insured endorsement) and documentation of policy renewal, as needed, throughout the life of the loan.

During our 1998 Colorado Water Conservation Board Construction Fund Loan Program performance audit, we found that in 41 of 154 active loans (27 percent) there was no evidence that the borrower had obtained the required liability insurance. In addition, we observed issues with the internal loan review process and recordkeeping. We found that files were missing evidence that sufficient liability insurance had been obtained. We observed that these problems could have been identified and corrected if the Board had an internal review process and better file maintenance procedures. Therefore, we recommended that the CWCB ensure that borrowers comply with the general liability insurance requirements and establish a process for reviewing each loan prior to disbursing project funds and at various times thereafter. The Department agreed with our recommendations and planned to develop procedures to ensure that borrowers comply with the liability insurance requirements. The procedures were to be implemented by January 1, 2000.

During our current audit, we reviewed 25 contracts dated between 1999 and 2002 to determine if these recommendations had been implemented. We noted that current certificates of liability insurance were not on file for 17 contracts out of 25, or 68 percent, of the selected sample as follows:

- For five contracts the liability insurance expired in 2001.
- For eight contracts the liability insurance expired in 2002.
- For three contracts the liability insurance expired on March 1, 2003.
- For one contract the liability insurance expired on June 1, 2003.

The outstanding loan balances of the 17 contracts totaled approximately \$31.3 million. Missing evidence of liability insurance appears to be attributable to the following factors:

- Inadequate monitoring procedures to identify borrowers who are delinquent in meeting the liability insurance requirements. Such monitoring could be done using the reporting capabilities within the Access database.
- Lack of standard procedures for following up with borrowers who are delinquent in meeting the liability insurance requirements.

As a result of our audit, the CWCB reviewed the 17 loan files and obtained current certificates of liability insurance from borrowers with expired liability insurance for Fiscal Year 2003. Because the period of coverage for the majority of the certificates of liability insurance is one year, these certificates should be renewed by the borrowers annually and forwarded to the CWCB for the term of the loan. If current certificates

of liability insurance are not obtained, the CWCB may not be insured against borrowers' default on loan repayments.

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### **Recommendation No. 16:**

The Water Conservation Board should improve its monitoring of borrowers' compliance with the liability insurance requirements by:

- a. Extending testwork to review all the outstanding loan files to identify instances in which the borrower does not meet insurance requirements and following up to ensure compliance.
- b. Utilizing Access database reporting capabilities to monitor liability insurance expiration dates by borrowers on a monthly basis.
- c. Developing procedures for following up in a timely manner with all borrowers who are delinquent in meeting insurance requirements.

### **Department of Natural Resources Response:**

Agree. This recommendation had been implemented by September 1999. The CWCB staff had performed an analysis and review of all insurance requirements and updated the certificates on file. Then, a procedure had been implemented to request any expired certificates of liability insurance on a monthly basis. By June 2000, another procedure had been implemented to ensure that no loan disbursements were made unless a current certificate was on file.

Operational changes have occurred at CWCB over the past two years that impacted administrative functions. As a result, insurance compliance was not being performed on a monthly basis due to its time-consuming nature. Hence, the numbers of certificates not on file during the spot audit.

CWCB is currently putting this procedure back into place and expects to accomplish this by June 2004. Additionally, if CWCB, Water Supply Planning and Finance could establish an administrative position to include this as one of the duties, this procedure could be fully implemented at all times.

Implementation date: June 2004.

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# Department of Personnel and Administration

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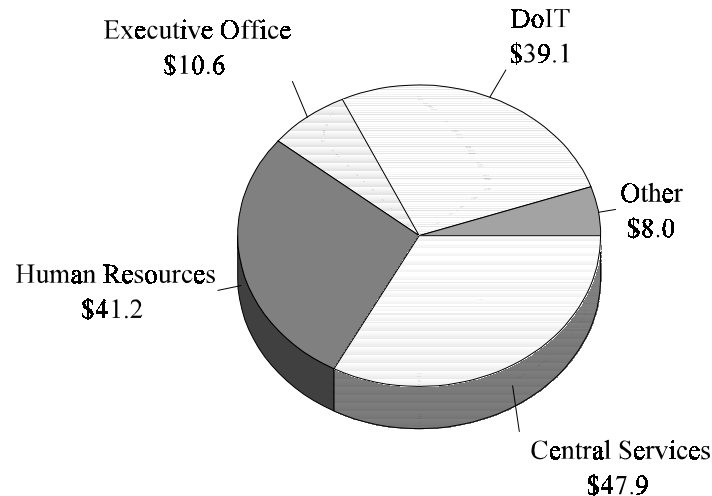
## Introduction

The Department of Personnel and Administration's primary function is to support the business needs of state government. The Department administers the classified personnel system, which includes approximately 27,000 full-time employees (excluding the Department of Higher Education), and provides general support services for other state agencies. The Department of Personnel and Administration includes the following divisions:

- Executive Office
- Human Resources
- Personnel Board
- Central Services
- Finance and Procurement
- Information Technologies (DoIT)
- Administrative Hearings

The Department was appropriated total funds of \$146.8 million and 585 full-time equivalent staff (FTE) for Fiscal Year 2003. Approximately 8 percent of the funding is from general funds and 92 percent is from cash funds. Cash funds include, but are not limited to, vehicle and building rentals, copying, printing, graphic design, and mail services. The following chart shows the operating budget by division during Fiscal Year 2003.

**Department of Personnel and Administration  
Fiscal Year 2003 Appropriations by Funding Source  
(In Millions)**



Source: Joint Budget Committee Fiscal Year 2004 Appropriations Report.

## Ensure Review of Payroll Information

In Fiscal Year 2003 the Department of Personnel and Administration's annual gross payroll was approximately \$28.5 million for its 539 full-time and part-time employees. During our Fiscal Year 2003 audit, as part of our review of controls over the payroll process, we tested 60 employee files to determine if information provided by employees on the W-4 (tax withholding) forms agreed with the information on the Colorado Personnel Payroll System (CPPS). We found three instances in which there were inconsistencies:

- In one instance the number of personal allowances indicated on the W-4 form did not agree with the information on CPPS. This resulted in \$45 less in tax being withheld from the employee's paycheck for one month.
- In two instances a specific dollar amount deduction designated by the employee on the W-4 did not agree to the deduction amount on CPPS. In one instance this resulted in a total of \$50 less in tax being withheld from the employee's paycheck for two months. In the other instance \$300 too much in tax was withheld from the employee's paycheck from June through November 2003.

We found similar problems during our Fiscal Year 2002 audit. The Department agreed with our recommendation and in September 2002 required that all Department employees resubmit a W-4 form to ensure that accurate information was on file with the Department. While we noted that the Department collected new W-4 forms from the majority of employees, it appears that they were not consistently used to ensure accuracy.

Payroll is a highly sensitive area. The Department needs to ensure that appropriate controls are in place.

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### **Recommendation No. 17:**

The Department of Personnel and Administration should ensure that withholding information documented in employee payroll files is accurately recorded in the Colorado Personnel Payroll System.

#### **Department of Personnel and Administration Response:**

Agree. The Department has implemented procedures to ensure W-4s are correctly completed and recorded.

Implementation date: Implemented.

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## **State Fleet Management**

Section 24-30-1104 (2), C.R.S., requires that all vehicles purchased after July 1, 1992, within the State's executive branch be owned by the Department of Personnel under the Division of Central Service's State Fleet Management program and be leased and permanently assigned to state agencies. State Fleet Management is required to maintain, store, repair, dispose of, and replace state-owned motor vehicles and establish and maintain a centralized record-keeping system for the acquisition, operation, maintenance, repair, and disposal of all motor vehicles in the fleet.



## Physical Inventory

During Fiscal Year 2003 the State Fleet Management program purchased 459 vehicles totaling about \$8.4 million; as of June 30, 2003, Fleet had capital assets of about \$102.8 million. These capital assets consist of about 5,670 vehicles, totaling about \$102 million, and about 700 vehicle attachments, totaling about \$800,000. Attachments consist of items affixed to vehicles, such as light bars for State Patrol vehicles. State Controller's Office guidelines state that a physical inventory should be conducted annually at or near year-end for all capital assets. We found that Fleet Management did not conduct a physical inventory in Fiscal Year 2003 and was unable to recall the last time an inventory was performed.

Most of Fleet's vehicles are in the possession of other state agencies. State agencies are required to report monthly activity for vehicles that had some type of usage or repair work during the month. This monthly activity, such as mileage readings, fuel usage, maintenance and repairs, is tracked by Fleet for each vehicle through the Colorado Automotive Reporting System (CARS). While these reports provide information to Fleet for monitoring actively used vehicles, they do not provide adequate evidence that the vehicles were in the possession of the agencies at month- or year-end. In addition, Fleet does not require reports for vehicles where no activity has been reported for extended periods of time such as three months or longer, nor does Fleet inventory vehicles located on its lot on a routine basis.

Since these vehicles and attachments are the property of the State and Fleet is responsible for safeguarding these assets, it is important that Fleet have adequate controls in place to determine that the capital assets exist and are properly accounted for on the State's records.

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### Recommendation No. 18:

The State Fleet Management program should implement year-end physical inventory procedures that include:

- a. Performing physical inventories of all capital assets, including obtaining signed reports annually from agencies that have been assigned Fleet Management vehicles attesting that such vehicles and attachments exist and are in their possession.

- b. Comparing the results of the physical inventories with the Colorado Automotive Reporting System (CARS) and the State's accounting system. Discrepancies should be identified, adequate documentation should be obtained to resolve these discrepancies, and appropriate adjustments should be made to CARS and the State's accounting system.

### **State Fleet Management Response:**

Agree. Because State Fleet Management receives monthly operational data (frequently from third parties: repair shops, fuel stations, etc.) on virtually all vehicles, we can enable the CARS system to extract a report that lists all vehicles for which there was no fuel purchased, no mileage reported, or no maintenance performed. At the end of each year this list can be sent to departmental Fleet coordinators to verify and sign-off on possession of the vehicles for which there are service data gaps. We would expect there to be very few vehicles remaining on such a list.

We feel this would be more reliable and efficient than sending a master vehicle list to departmental Fleet coordinators and asking them to verify and sign off on the possession of all of the vehicles on that list. While this can be done, we are concerned that too many coordinators might be tempted to simply sign off rather than actually verify their assets.

Implementation date: July 2004.

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# Department of Public Health and Environment

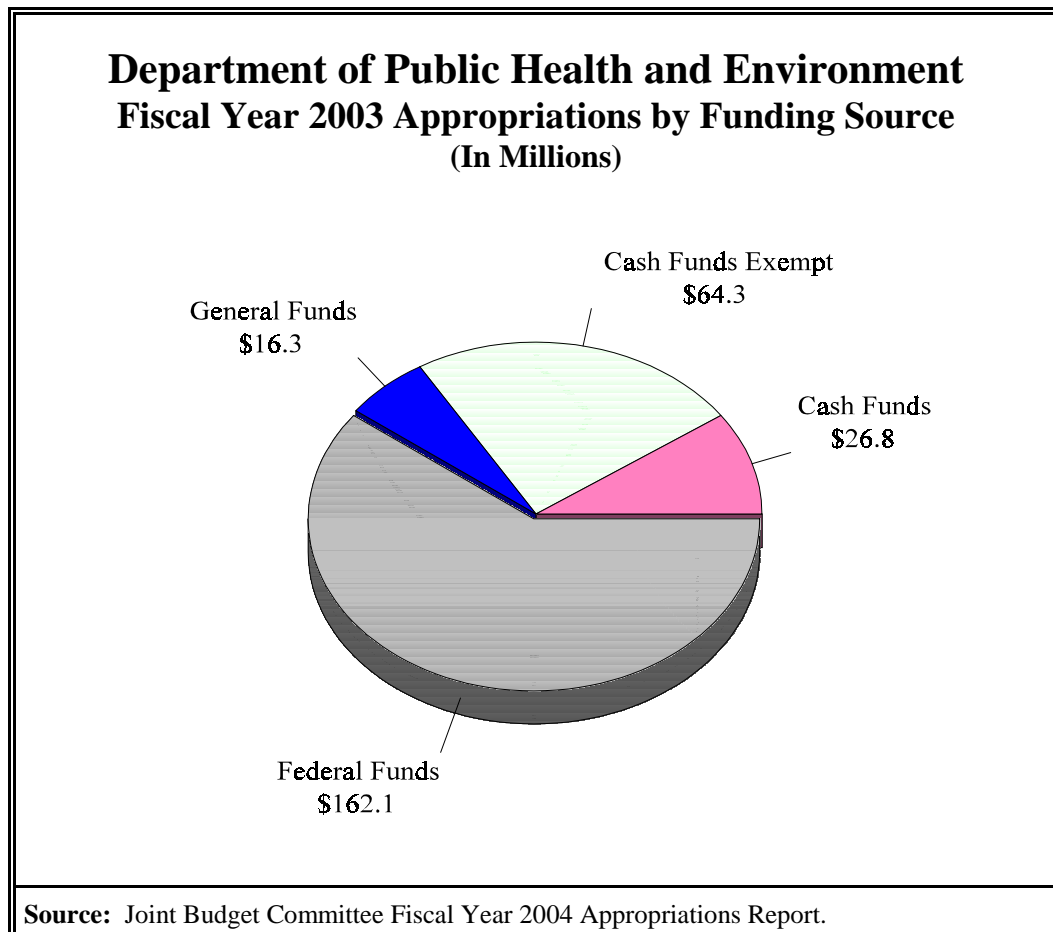
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## Introduction

The Department of Public Health and Environment is responsible for improving and protecting the health of the people of Colorado, maintaining and protecting the quality of Colorado's environment, and ensuring the availability of health and medical care services to individuals and families. The Department is composed of the following major organizational units:

- **Administrative Divisions**
  - Administration and Support
  - Center for Health and Environmental Information
  - Laboratory and Radiation Services
  - Local Health Services
  
- **Environmental Divisions**
  - Air Quality Control
  - Water Quality Control
  - Hazardous Materials and Waste Management
  - Consumer Protection
  
- **Health Services Divisions**
  - Health Promotion and Disease Prevention
  - Disease Control and Environmental Epidemiology
  - Health Facilities
  - Prevention and Intervention Services for Children and Youth

The Department was appropriated \$269.5 million and 1,104 full-time equivalent staff (FTE) for Fiscal Year 2003. The following chart shows the operating budget by funding source during Fiscal Year 2003.



The following comments were prepared by the public accounting firm of Terry & Stephenson, P.C., which performed the Fiscal Year 2003 audit work at the Department of Public Health and Environment.

## Colorado Children's Trust Fund

In accordance with Section 19-3.5-105(1)(I), C.R.S., certain procedures were performed related to the Colorado Children's Trust Fund.

During the 1989 legislative session, the General Assembly passed House Bill 89-1216, which created the Colorado Children's Trust Fund (CCTF). In 2000, House Bill 00-1025 allocated the Trust Fund to the Colorado Department of Public Health and Environment. The purpose of the Trust Fund is to prevent child abuse and neglect. This includes reducing the incidence of child abuse and neglect for Colorado's children and reducing the need for state intervention in child abuse and neglect prevention and education. The Trust Fund issued 15 grants during Fiscal

Year 2003. The Trust Fund had 2.1 full-time equivalent staff and received most of its funding from the dissolution of marriage docket fee, federal grants, and interest. Federal funds were transferred from the Department of Human Services pursuant to House Bill 00-1025. These funds were from the Community-Based Family Resource and Support grant award that is available for expenditures made in accordance with Sections 201 through 202 of Title II of the Child Abuse Prevention and Treatment Act.

<b>Colorado Children's Trust Fund Schedule of Revenue and Expenditures For the Fiscal Year Ending June 30, 2003</b>	
<b>Revenue</b>	
Federal Grants	\$ 101,990
Dissolution of Marriage Docket Fee	338,985
Interest Income	46,191
Donations	2,972
<i>Total Revenue</i>	<i>490,138</i>
<b>Expenditures</b>	
Grants and Contracts	372,173
Personal Services	148,379
Operating Expenses	7,743
Professional Services	7,000
Indirect Costs	36,355
<i>Total Expenditures</i>	<i>571,650</i>
<b>Excess of Expenditures over Revenue</b>	<b>(81,512)</b>
Intergovernmental Transfer <sup>1</sup>	(980,396)
<b>Decrease in Fund Balance</b>	<b>(1,061,908)</b>
Total Unrestricted Fund Balance, beginning	1,280,995
Total Unrestricted Fund Balance, ending	\$ 219,087
<b>Source:</b> Data obtained from the Department of Public Health and Environment.	
<sup>1</sup> Under Senate Bill 03-191, \$980,396 was transferred from the Trust to the General Fund.	

We conducted an analytical variance analysis on all accounts by comparing the balances as of June 30, 2003, and June 30, 2002. We noted one significant decrease in fund balance between June 30, 2003, and June 30, 2002, due to an intergovernmental transfer of \$980,396 from the Trust to the General Fund in accordance with Senate Bill 03-191.

We reviewed the procedures applicable to internal controls over revenue and cash disbursements for the Colorado Children's Trust Fund. In addition, we tested the Trust's compliance with internal controls, including salary and related benefit costs and contractor and grant disbursements. Two revenue receipts, two cash disbursement payment vouchers, and one employee were selected for testing in order to determine compliance with internal controls. There were no exceptions noted in the review of internal controls.

We reviewed the Trust's site visit reports for the six newly funded programs for Fiscal Year 2003 to determine the Trust's compliance with its policy requiring all newly funded programs to have a site visit. Each report was reviewed to verify it included a review of program progress, contract compliance, fiscal records, and a discussion of program implementation and sustainability. There were no exceptions noted in the review of the site visit reports.

In addition, funded programs are required to submit a six-month progress report by January 31 and year-end report by July 31. We obtained the six-month and year-end reports for five programs. We reviewed each report to verify that it included a summary of the program's number of clients, outcome of the program, and an expenditure report, and that the report was submitted timely.

We noted that Prowers County Department of Social Services had not responded to questions on the six-month report and had not submitted a year-end report. As a result, the Trust did not issue the second and third grant payments. The remaining four reports were reviewed without exception.

## **Administrative Expenditures**

During our procedures we found that CCTF expenditures exceeded revenue by about \$81,000, or about 17 percent. If expenditures continue to exceed revenue at this rate, the fund balance may be depleted within the next several years. During the June 1999 performance audit conducted by the Office of the State Auditor, the auditors found that the Trust Fund's administrative costs were unreasonably high given the low amount of funding it manages. We again found problems with high administrative costs during our current procedures. We noted that program grant and contract

expenditures equaled \$372,000, or only about 65 percent of total program expenditures; the remaining \$200,000, or 35 percent, covered administrative costs such as personal services, operating expenses, professional services, and indirect costs. We believe this is an excessive amount of administrative costs for the program. In particular, we found that the Department charged personal services costs of over \$148,000. These costs included about \$136,000 for 2.1 FTE for CCTF and retirement payouts totaling about \$12,000 for Prevention and Intervention Services for Child and Youth Division employees who had not worked for CCTF. These retirement payouts were improperly charged to the program and should be repaid by the Division. The remaining \$136,000 in personal services expenditures equates to about seven grants per FTE, or an annual cost of about \$9,000 in personal services costs for each grant.

After the conclusion of the procedures, the Department reported that 0.6 FTE and \$56,000 in revenues and personal services costs charged to the Trust were misclassified and should not have been included in the total personal services amount mentioned above. If the \$56,000 were excluded from the CCTF's expenditures, administrative costs would represent 28 percent of the total expenditures. This is still a high amount of overhead costs.

High administrative costs redirect dollars away from providing grants to local entities that fund services to meet the statutory intent of the program: to reduce the incidence of child abuse and neglect for Colorado's children. The Department should reevaluate all administrative costs for the CCTF, in particular the current level of FTE assigned to the program, and take steps to reduce administrative expenditures to a more reasonable level so that more funds are available for grants and so that expenditures do not exceed revenue. In addition, only program-related costs should be charged to CCTF.

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### **Recommendation No. 19:**

The Department of Public Health and Environment should evaluate the administrative expenditures for the Colorado Children's Trust Fund and reduce them as appropriate to eliminate the deficit spending for the program.

### **Department of Public Health and Environment Response:**

Partially agree. While the Department recognizes that a continuous evaluation of administrative expenditures (personal services, professional services, operating and indirect expenses) is an essential management tool,



it is important to recognize the Colorado Children's Trust Fund (CCTF) has significantly reduced its administrative expenditures since the 1999 performance audit when the CCTF was administered by the Department of Social Work at Colorado State University. For example, the CCTF reduced its non-grant and non-contract costs per dollar awarded from \$.71 to \$.41, which reduced the rate of these expenditures from 42 percent to 28 percent of total expenditures. HB 00-1342, which created the Division of Prevention and Intervention Services for Children and Youth, moved the CCTF to the Department of Public Health and Environment. This bill also moved the federally funded Family Resource Center (FRC) program to the Department with no state funds allocated to this program. Due to the spending limitations of the FRC program, efficiencies were realized by assigning the CCTF staff to the management of the FRC program, with personnel, operating, and indirect costs for the FRC program paid by federal dollars. The FTE amount for the CCTF program was reduced from 2.5 in 1999 to 1.5 in Fiscal Year 2003 (2.5 appropriated) and is currently 1.3 in Fiscal Year 2004. A total of 2.1 FTE were assigned to the management responsibilities of both the CCTF and FRC programs and their \$1,088,846 in total grants and contracts for Fiscal Year 2003. If the total expenditures for both programs (CCTF and FRC) were combined, the non-grant and non-contract expenditures were only 15 percent in Fiscal Year 2003.

Implementation date: March 2004.

### **Recommendation No. 20:**

The Department of Public Health and Environment should reimburse the Colorado Children's Trust Fund for the Prevention and Intervention Services for Children and Youth Division retirement payouts charged to the program.

### **Department of Public Health and Environment Response:**

Disagree. As a result of the elimination of our Long Bill line item for retirement payouts during the 2003 legislative session, the Department was obligated to charge these expenditures to a limited number of funding sources. In addition, federal OMB Circular A-87 does not allow retirement costs to be direct charged to federal grants and approximately 75 percent of the Division's budget comprises federal funds. Given the unpredictability of retirement payouts and the timing of some retirements at year-end when spending authority is limited, the Division had no choice but to use CCTF to charge a small portion of the Department's retirement payout costs.

Implementation date: Not applicable.

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# Department of Regulatory Agencies

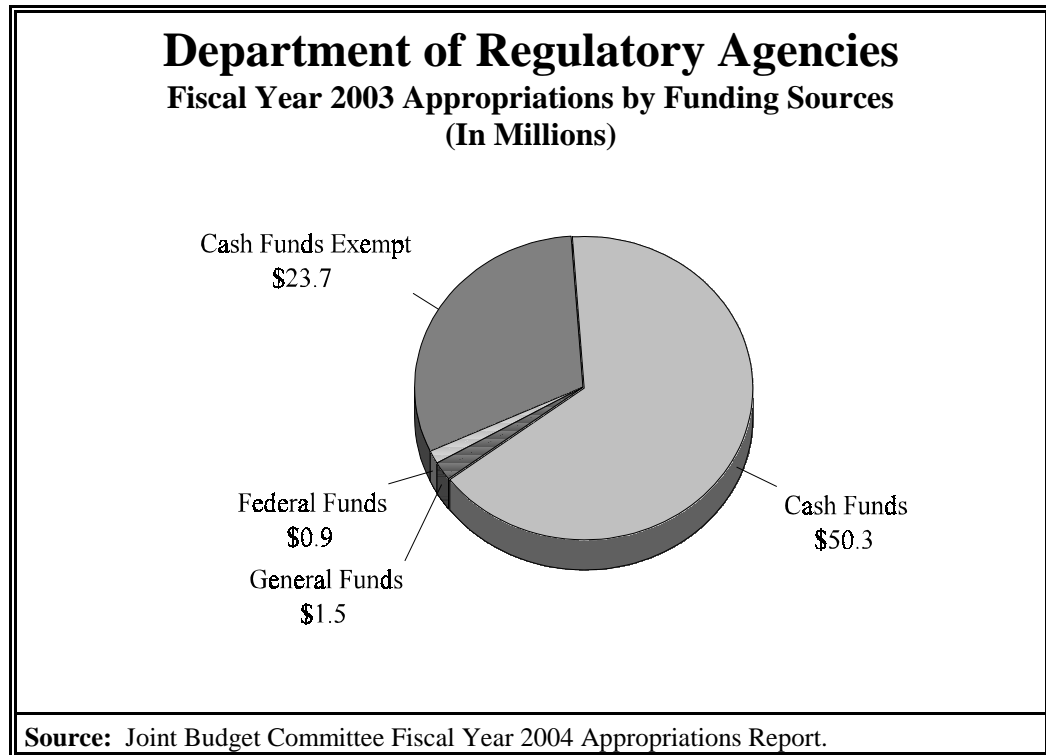
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## Introduction

The Department of Regulatory Agencies oversees various professions and industries and includes the following:

- Executive Director's Office
- Division of Banking
- Civil Rights Division
- Office of Consumer Counsel
- Division of Financial Services
- Division of Insurance
- Public Utilities Commission
- Division of Real Estate
- Division of Registrations
- Division of Securities

The Department of Regulatory Agencies was appropriated \$76.4 million and 527 full-time equivalent (FTE) staff for Fiscal Year 2003. Approximately 97 percent of the funding is from cash funds and cash funds exempt sources.



## Cash Funds Revenue Recognition

The Department is primarily funded from cash fees, and it is important that it establish and maintain strong management controls over revenue. Each division and commission within the Department is responsible for collecting, depositing, and recording its fee revenue. The Department accounts for the various licenses and fees it administers in various cash funds.

Licenses are renewable at varying intervals, such as every year, every two years, or every three years. Therefore, whenever the Department collects revenue in one year that covers a licensing period that extends beyond that year, according to generally accepted accounting principles (GAAP), it must allocate the revenue among several fiscal years. In other words, revenue not applicable to the initial fiscal year should be recorded as deferred revenue until the appropriate period, but recognition should not extend past the licensing period to which it pertains. To do so would be overcharging licensees in order to pay for costs associated with future licensing periods.

Section 24-34-105, C.R.S., which created the Division of Registrations Cash Fund, requires that each board and commission adjust its fees annually so that the revenue generated from its fees approximates its direct and indirect costs. During our audit we found that the Department made adjustments to revenue and deferred revenue which were not in accordance with GAAP and statutory requirements.

For example, the license period for certified public accountants is two years. The current license period runs from June 1, 2002, through May 31, 2004. We found about \$420,000 in licensing fees that should have been recognized as revenue during the previous licensing period was deferred and not recognized as revenue until the current licensing period. As a result, it appears the Department was allocating revenue from a previous licensing period to cover expenditures from the current licensing period. In addition to the practice's not being in accordance with GAAP and statutory requirements, it likely results in assessing fees too high with respect to related costs for the license period.

We also found that the Department did not recognize revenue in a consistent manner among all of the Department's division and commissions. Of the 33 boards and commissions within the Division of Registrations, 29 are required to allocate and recognize revenue among licensing periods. Of these 29 boards, revenue was recognized in accordance with GAAP and allocated correctly among licensing periods for 12 of the boards. However, for 17 of the boards, revenue was not recorded in a manner consistent with GAAP.

As a result of our audit, the Department submitted adjustments to correct the misstatements and correctly recognize revenue in accordance with GAAP. If the adjustments had not been made, Fiscal Year 2003 revenue would have been understated by about \$420,000. Revenue was understated by about \$2.2 million in Fiscal Year 2002 and overstated by \$360,000 in Fiscal Year 2001. Therefore, the fund balance was increased by about \$1.8 million at June 30, 2003, to correct the Fiscal Year 2002 and 2001 misstatements.

In addition, the Department's cash funds are subject to the provisions of Senate Bill 98-194, which was enacted in order to:

... assure compliance with the limitation on state fiscal year spending and to make fundamental fiscal policy decisions establishing the level of activity of all departments and agencies of state government, including those funded by revenues generated from fees. (Section 24-75-402(1)(e), C.R.S.)

To accomplish this objective, SB 98-194 established a limit on the amount of reserves that may be maintained in cash funds. Generally, the reserve limit is equal to 16.5 percent of the total expenditures in the cash fund during the fiscal year. If the applicable statutory limit is exceeded, agencies are required to reduce fees accordingly. Alternatively, in accordance with Section 24-75-402 (8), C.R.S., an agency may request that the General Assembly grant a waiver of the target reserve requirement by demonstrating a specific purpose for which the excess uncommitted reserves is needed.

Prior to the audit adjustments, the Department reported that all balances in cash funds except for the Nuclear Materials Transport Cash Fund and the Disabled Telephone Users Cash Fund were within the statutory limitation on the Cash Funds Uncommitted Reserves Report, which reports on agencies' compliance with limitations under SB 98-194, for Fiscal Year 2003. However, after the revenue was properly recorded, the Real Estate Cash Fund and the Division of Registrations Cash Fund also had excess uncommitted reserves of about \$1 million and \$762,000, respectively, at June 30, 2003. Additionally, our office questions whether the Division of Registrations Cash Fund should be reported as a single fund for the Cash Funds Uncommitted Reserves Report, or if each individual board and commission should be reported separately (see the Fiscal Year 2003 Cash Funds Uncommitted Reserves Report for further discussion). At the end of the audit, the Department reported that it had completed an analysis of the revenue, deferred revenue, and fund balances for the 17 boards and commissions within the Division of Registrations Cash Fund where problems had been identified. The Department should use the results of this analysis to assess the appropriateness of all fees charged by these agencies and make appropriate adjustments as needed.

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### **Recommendation No. 21:**

The Department of Regulatory Agencies should record revenue in accordance with generally accepted accounting principles. If proper revenue recognition results in excess fund balance, the Department should comply with SB 98-194 requirements by either reducing fees or requesting a waiver in accordance with Section 24-75-402 (8), C.R.S.

### **Department of Regulatory Agencies Response:**

Partially agree. The Department of Regulatory Agencies (DORA) recognizes license renewal revenue using an approximately 20 year-old methodology that up until now received no previous audit exception. The adjustments related to fund balance occur in fiscal years where the license period ends and begins for multi-year licenses, and are related to reserves from the various other sources of revenue these particular DORA agencies have in addition to license renewal revenue. Our long-standing methodology and accrual deferral process is for the license renewal fee revenue only, and takes into consideration the other factors that impact fund balance during the course of a fiscal year and the closing of revenue and expense to fund balance.

DORA plans to implement a change to a strict GAAP methodology as of July 1, 2003 for the Division of Registrations since the two-year renewal cycle for

those divisions would end in Fiscal Year 2004 and the deferrals therefore, zero-out, and as of July 1, 2004 for Real Estate and Securities. Thus as of July 1, 2004, all DORA divisions will use GAAP methodology. However, not all divisions may immediately appear in perfect compliance with GAAP nor SB 98-194 due to the transition to a full GAAP methodology during the statewide financial audit for Fiscal Year 2004.

As a practical matter, any time a fund carries a balance into a new licensing period (whether that balance is \$1 or \$400,000), prior renewal revenue is covering expenditures for a current renewal period. From DORA's perspective, the critical issue is making sure to charge licensees as accurate a fee as possible. This has been accomplished for nearly a quarter century using a non-GAAP accounting method.

Implementation date: July 1, 2004.

#### ***Auditor's Addendum:***

***State law requires financial reporting on the basis of generally accepted accounting principles. Annually, management has provided written assurances to the State Controller's Office that the Department maintains compliance with state fiscal rules and procedures and prepares its financial statements and reports in accordance with generally accepted accounting principles as part of its regular operating duties.***

***The real issue here is that by deferring revenue, the Department, in essence, is charging its licensees more than allowed by law. Section 24-34-105, C.R.S., requires that each board and commission adjust fees annually so that revenue generated from its fees approximates its direct and indirect costs. As noted in the comment, after the Department properly recorded its revenue in accordance with generally accepted accounting principles, the Division of Registrations and the Real Estate Cash Fund had excess uncommitted reserves under SB98-194 of about \$762,000 and \$1 million, respectively.***

***The Department is not allowed to build a rainy day fund. Excess fund balances as described by SB98-194 have been the subject of audit comments to the Department in the Cash Funds Uncommitted Reserves Report in Fiscal Years 2001 and 2003.***

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# Department of Revenue

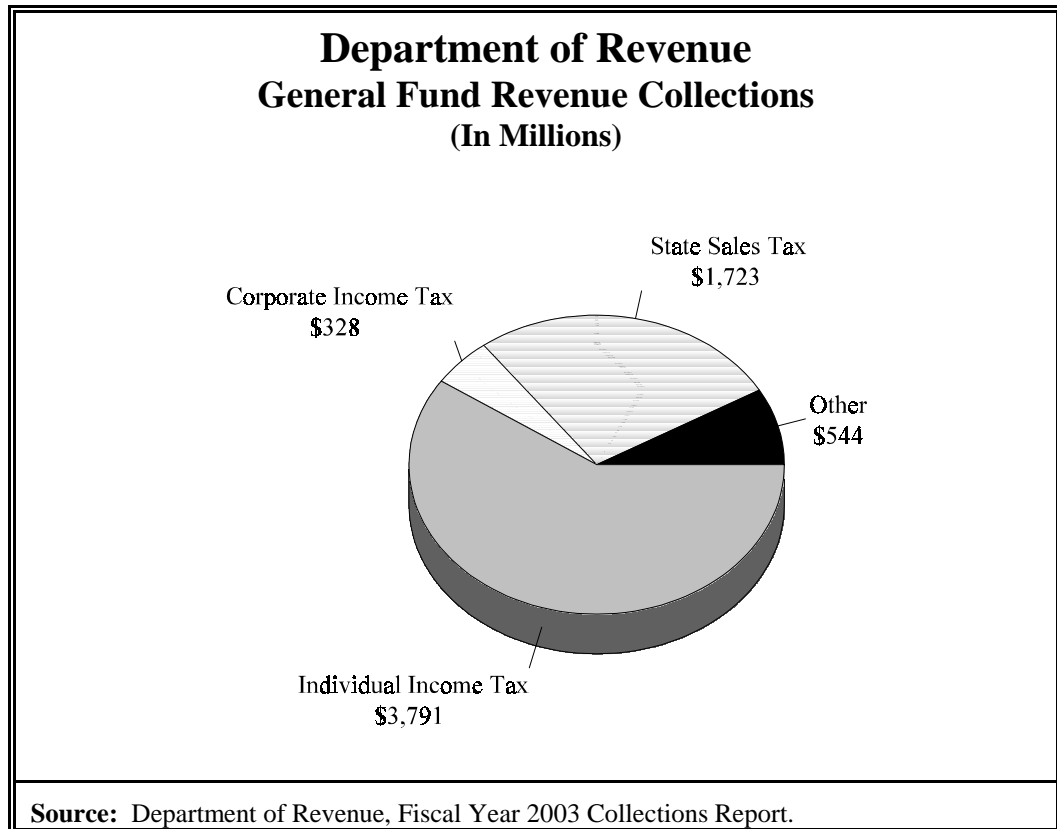
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## Introduction

The Department of Revenue is responsible for managing the State's tax system. Tax collections totaled about \$8 billion in Fiscal Year 2003. Of this amount, about \$6.4 billion represents collections for the General Fund; the remainder represents collections made on behalf of entities such as local governments and for the Highway Users Tax Fund. In addition, the Department is responsible for performing various other functions as follows:

- Administer the State Lottery, which grossed over \$391 million in ticket sales in Fiscal Year 2003. Of this amount, about \$105 million was available for conservation as well as for wildlife, parks, open space, and outdoor recreation projects.
- Act as a collection agent for city, county, RTD, and special district taxes. The Department received over \$794 million in taxes and fees on behalf of other entities.
- Collect taxes and fees for the Highway Users Tax Fund (HUTF), which is primarily for the benefit of highway maintenance projects in the State. In Fiscal Year 2003, amounts collected for the HUTF totaled approximately \$766 million.
- Regulate the limited stakes gaming activities in Cripple Creek, Black Hawk, and Central City. Adjusted gross proceeds totaled about \$707 million during Fiscal Year 2003, on which the Limited Gaming Division collected about \$97.5 million in gaming taxes.
- Enforce tax, alcoholic beverage, motor vehicle, and emissions inspection laws.
- Operate the State's 19 Ports of Entry.





In Fiscal Year 2003 the Department was appropriated of over \$529 million and 1,518 full-time equivalent staff (FTE).

## Tax Conferee Estimates

The Tax Conferee Section resolves tax cases being disputed by taxpayers and represents the Department in tax litigation. The Section is responsible for handling a variety of tax disputes, such as corporate and individual income, use, and sales.

In Fiscal Year 2003 the Tax Conferee Section had approximately \$77 million in taxes receivable and approximately \$28 million in refund claims payable, compared with \$105 million and \$19 million, respectively, in Fiscal Year 2002. The Conferee uses a two-tiered method for estimating its tax cases at fiscal year-end. Cases over \$2 million are reviewed individually. For cases under \$2 million, historical collection and payment rates are utilized. In Fiscal Year 2003, cases under \$2 million accounted for about \$28 million, or about 37 percent of the Conferee taxes receivable, compared with Fiscal Year 2002, in which cases under \$2 million accounted for about \$42 million, or about 40 percent of the Conferee taxes

receivable. Historical rates for the cases under \$2 million are stored in an internal case management database.

During our audit we found that although the Conferee used historical information for its estimates for cases under \$2 million, the historical information had not been updated with the actual data from the past two fiscal years. Estimates were based on historical amounts that were collected and paid during Fiscal Years 1997 through 2000. The two most recent fiscal years' data were not incorporated into the estimates because staff were unable to access this information from the case management database. As a result, we could not determine if the more recent data would significantly impact the estimate. The individual who maintained the database has left the Department, and although procedures had been documented for accessing the data, staff have been unsuccessful in using these to obtain historical information.

If historical rates are utilized as part of an estimating process, the historical information should be updated with recent years' information. Otherwise, an alternative method for estimating taxes receivable and refund claims payable for cases under \$2 million should be implemented.

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### **Recommendation No. 22:**

The Tax Conferee Section should incorporate the most recent years' historical collection and refund claims payments information in its fiscal year-end estimating process. If recent historical rates cannot be accessed, an alternative estimating methodology should be implemented for cases under \$2 million.

### **Department of Revenue Response:**

Agree. A project request will be submitted to the Department's Information Technology Division to write the necessary reports to access the recent historical rates to more accurately estimate collections and payables. The Department expects to have the reports completed by fiscal year-end for use in the Fiscal Year 2004 estimates.

Implementation date: June 30, 2004.

### **Recommendation No. 23:**

The Department of Revenue should cross train staff and have adequate written procedures for data retrieval in place to ensure that access to information is not compromised by employee turnover.

**Department of Revenue Response:**

Agree. By having the Department's Information Technology Division (ITD) write the reports to access the historical data for the year-end inventory estimates, adequate staff will be available, procedures will be documented to meet future maintenance needs, and the process will be significantly less compromised by employee turnover. The standard procedures for the System Development Life cycle employed by ITD require this cross training and back-up staffing.

Implementation date: June 30, 2004.

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# Office of the State Treasurer

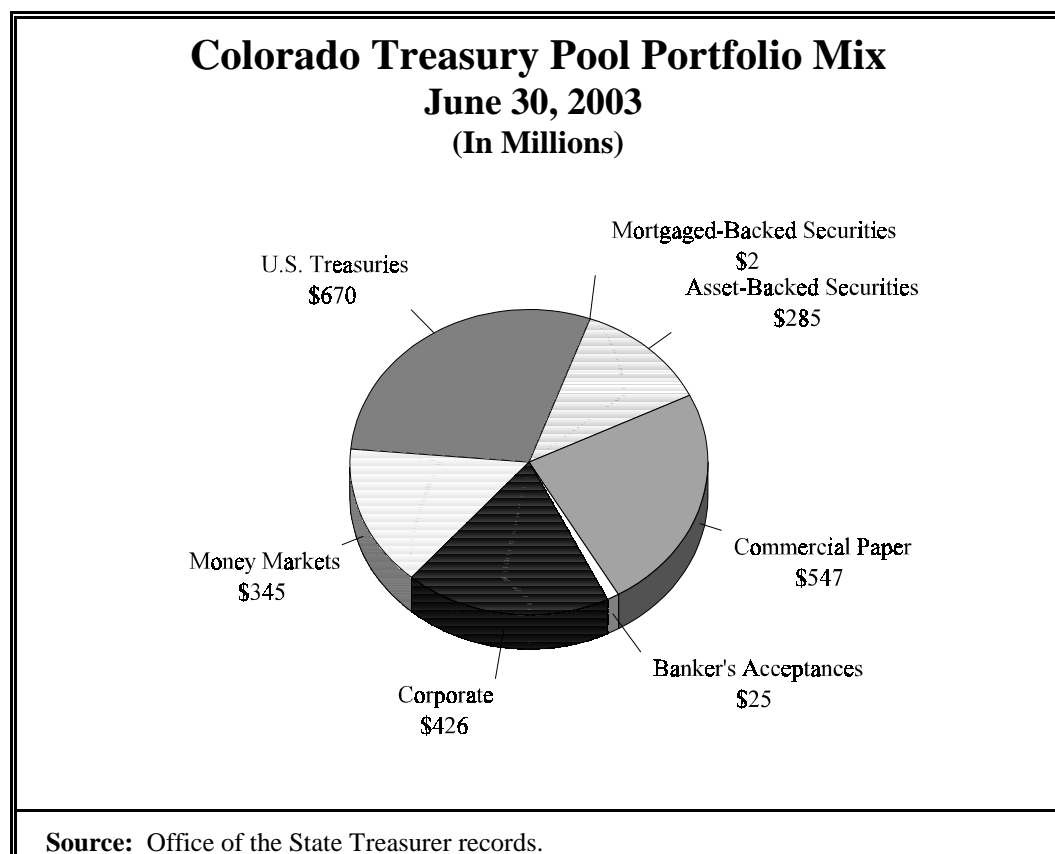
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## Introduction

The Office of the State Treasurer (Treasury) is established by the State Constitution. The Treasurer is an elected official who serves a four-year term. The Office manages the State's investments, and implements and monitors the State's cash management procedures. Other duties and responsibilities include:

- Receiving, managing, and disbursing the State's cash.
- Safekeeping the State's securities and certificates of deposit.
- Managing the State's Unclaimed Property Program, the School District Loan Program, and the Elderly Property-Tax Deferral Program.

The State's pooled investments are made up of a variety of securities as shown in the following chart:



The following was prepared by the public accounting firm of Grant Thornton, LLP, which performed the Fiscal Year 2003 audit work at the Office of the State Treasurer.

## Highway Users Tax Fund

The Department of Revenue is responsible for collecting Highway Users Taxes from fuel taxes and motor vehicle registrations, and submitting the taxes to Treasury. According to Section 43-4-205, C.R.S., Treasury is responsible for allocating and distributing these monies to the appropriate state agencies and local governments based upon specific percentages prescribed in statute.

During our testwork on Highway Users Tax Fund distributions, we noted two exceptions, both of which resulted in incorrect allocations to local governments. The first exception was a result of an incorrect allocation factor entered by Treasury for the municipality level, which affected all municipalities in the allocation. Ultimately, one city received approximately \$215,000 less than it should have, while all other municipalities received, in aggregate, \$215,000 more. The second exception was an allocation problem by Treasury for the county level and impacted two counties. One county received \$970,000 more than it should have, and the other received \$970,000 less due to incorrect entry of motor vehicle registration data.

Both exceptions resulted from data entry errors at Treasury. We found that one employee was responsible for calculating the distributions and that the employee's work was not reviewed by another employee. As a result, the first error went undetected from July 2002 until April 2003. Treasury corrected the error before the close of the fiscal year. The second error, which also occurred in July 2002, went undetected until August 2003, and Treasury plans to adjust Fiscal Year 2004 allocations to correct the error.

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### **Recommendation No. 24:**

The Office of the State Treasurer should adjust the Fiscal Year 2004 allocations to counties to correct the Fiscal Year 2003 error related to vehicle registration data. In addition, Treasury should implement review procedures over Highway Users Tax Funds distributions to ensure that the amounts are calculated correctly before issuing the payments to State agencies and local governments.

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## **Office of the State Treasurer Response:**

Agree. The accounting section of Treasury has already implemented this recommendation. Fiscal Year 2004 county payments have been adjusted for the Fiscal Year 2003 error.

Staff has implemented a system of checks and review to ensure that any data entry errors will be corrected at the beginning of the fiscal year before any distributions to cities or counties are made. This review includes manual verification of data entry by the supervisor of the accountant responsible for the distributions.

Additionally, spreadsheets have been created that will provide reasonableness checks of mileage, factors, and registrations comparing these numbers with the previous year to ensure that the information provided to Treasury by other agencies is correct.

Implementation date: September 2004.

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## **Compliance With Colorado Funds Management Act**

The Colorado Funds Management Act (the Act) under Section 24-75-901, C.R.S., was enacted to allow the State to finance temporary cash flow deficits caused by fluctuations in revenue and expenditures. Under the Act, the State Treasurer is authorized to sell Tax and Revenue Anticipation Notes (TRANS). TRANS are short-term notes payable from the future anticipated pledged revenue.

The Office of the State Auditor reviews information relating to tax and revenue anticipation notes and reports this information to the General Assembly as directed by Section 24-75-914, C.R.S. The following discussion provides information about the Treasurer's July 3, 2003, issuance of \$300 million in General Fund Tax and Revenue Anticipation Notes (hereafter referred to as the General Fund Notes) and the July 11, 2003, issuance of \$195 million in Education Loan Program Tax and Revenue Anticipation Notes (hereafter referred to as the Education Loan Program Notes).

## Terms and Price

The General Fund Notes have a maturity date of June 25, 2004, and the Education Loan Program Notes have a maturity date of August 9, 2004. Neither is subject to redemption prior to maturity. The maturity of the General Fund Notes comply with the Act, which requires the maturity date to be at least three days prior to the end of the fiscal year. The maturity date of the Education Loan Program Notes complies with House Bill 03-1274, which allows the TRANS to mature any date on or before August 31 of the fiscal year immediately following the fiscal year in which the Notes were issued. In addition, according to HB 03-1274, on or before the final day of the fiscal year in which the Notes are issued, there shall be deposited, in one or more special segregated and restricted accounts, and pledged irrevocably to the payment of the Notes an amount sufficient to pay the principal and interest related to the Notes on their stated maturity date.

<b>State of Colorado</b>		
Details of the General Fund and Education Loan Program Note Issues		
Issue Amount:	General Fund	\$300,000,000
	Education Loan Program	\$195,000,000
Denomination (both series)		\$5,000
Premium on Sale:	General Fund	\$3,127,824
	Education Loan Program	\$1,452,500
Face Interest Rate:	General Fund	1.75-2.00%
	Education Loan Program	1.75%
Average Interest Cost to the State:	General Fund	.872%
	Education Loan Program	1.122%
<b>Source:</b> Office of the State Treasurer records.		
<b>Note:</b> The average interest cost to the State was calculated by Treasury based upon the net interest cost on each issue.		

Notes in each series are issued at different face interest rates. These are the rates at which interest will be paid on the Notes. The average interest cost to the State differs from the face amount because the Notes are sold at a premium, which reduces the interest expense incurred.

## Security and Source of Payment

In accordance with the Act, principal and interest on the General Fund Notes are payable solely from any cash income or other cash receipts recorded in the General Fund for Fiscal Year 2004. General Fund cash receipts include those that are subject to appropriation in Fiscal Year 2004 and any pledged revenue, including the following:

- Revenue not yet recorded in the General Fund at the date the Notes were issued.
- Any unexpended Note proceeds.
- Proceeds of internal borrowing from other state funds recorded in the General Fund.

The State Treasurer records monies reserved to pay the principal and interest of the Notes in the 2003 Note Payment Account (Account) on the State's accounting system. The holders of the Notes are secured by an exclusive first lien on assets in the Account. The State Treasurer holds, in custody, the assets in the 2003 Note Account.

If the balance in the Account on June 15, 2004, is less than the principal and interest of the General Fund Notes due at maturity, the Treasurer must deposit into the Account all general fund revenue then available and borrow from other state funds until the balance meets the required level.

According to HB 03-1274, interest on the Education Loan Program Notes is payable from the General Fund. Principal on the Notes is payable solely from the receipt of property taxes received by the participating school districts on and after March 1, 2004, that are required to be deposited to the general fund of each district.

If, on June 25, the balance in the Education Loan Program Notes Repayment account is less than the principal of the Education Loan Program Notes at maturity, the Treasurer shall deposit from any funds on hand that are eligible for investment an amount sufficient to fully fund the Account. The Treasurer intends to use amounts from the State Education Fund, if necessary, to meet this obligation.

The amount due at maturity for the General Fund Notes is \$305,744,445, consisting of the Note principal of \$300,000,000 and interest of \$5,744,445. The amount due at maturity for the Education Loan Program Notes is \$198,640,000, consisting of the Note principal of \$195,000,000 and interest of \$3,640,000. To ensure the payment



of the General Fund and Education Loan Program Notes, the Treasurer has agreed to deposit pledged revenue into the Account so that the balance on June 15, 2003, and June 30, 2004, respectively, will be no less than the amount to be repaid. The Note agreement also provides remedies for holders of the Notes in the event of default.

## **Legal Opinion**

Sherman and Howard, LLC and Kutak Rock LLP, bond counsels, have stated that, in their opinion:

The State has the power to issue the Notes and carry out the provisions of the Note agreements.

The General Fund and Education Loan Program Notes are legal, binding, secured obligations of the State.

Interest on the Notes is exempt from taxation by the United States government and by the State of Colorado.

## **Investments**

Both the Colorado Funds Management Act and the General Fund and Education Loan Program Note agreements allow the Treasurer to invest the funds in the Account in eligible investments until they are needed for Note repayment. Interest amounts earned on the investments are credited back to the Accounts. The State Treasurer is authorized to invest the funds in a variety of long-term and short-term securities according to Article 36 of Title 24, C.R.S. Further, Section 24-75-910, C.R.S., of the Funds Management Act states that the Treasurer may:

Invest the proceeds of the Notes in any securities that are legal investments for the fund from which the Notes are payable.

Deposit the proceeds in any eligible public depository.

## **Purpose of the Issue and Use of Proceeds**

The General Fund Notes are being issued to fund the State's anticipated general fund cash flow shortfalls during the fiscal year ending June 30, 2004. The proceeds of the sale of the General Fund Notes were deposited in the State's General Fund. Note proceeds will be used to alleviate temporary cash flow shortfalls and to finance the

State's daily operations in anticipation of taxes and other revenue to be received later in Fiscal Year 2004.

The Education Loan Program Notes are issued to fund a portion of the anticipated cash flow shortfalls of the school districts during the State's fiscal year ending June 30, 2004. The net proceeds of the sale of the Notes will be use to make interest-free loans to the school districts in anticipation of the receipt of property tax revenue by the individual districts on and after March 1, 2004, to and including June 25, 2004.

## **Additional Information**

The Notes were issued through a competitive sale. A competitive sale involves a bid process in which notes are sold to bidders offering the lowest interest rate.

The Notes issuance is subject to the Internal Revenue Service's (IRS) arbitrage requirements. In general, arbitrage is defined as the difference between the interest earned by investing the Note proceeds and the interest paid on the borrowing. In addition, if the State meets the IRS safe harbor rules, the State is allowed to earn and keep this arbitrage amount. The Office of the State Treasurer is responsible for monitoring compliance with the arbitrage requirements to ensure that the State will not be liable for an arbitrage rebate.

## **State Expenses**

The State incurred expenses as a result of the issuance and redemption of the TRANS. These expenses were approximately \$381,360 for the General Fund and Education Loan Program Notes. The expenses include:

- Bond legal counsel fees and reimbursement of related expenses incurred by the bond counsel.
- Disclosure counsel fees and expenses.
- Fees paid to rating agencies for services.
- Costs of printing and distributing preliminary and final offering statements and the actual Notes.
- Travel costs of state employees associated with Note issuance and selection of a financial advisor.

- Redemption costs, consisting of fees and costs paid to agents to destroy the redeemed securities.

No recommendation is made in this area.

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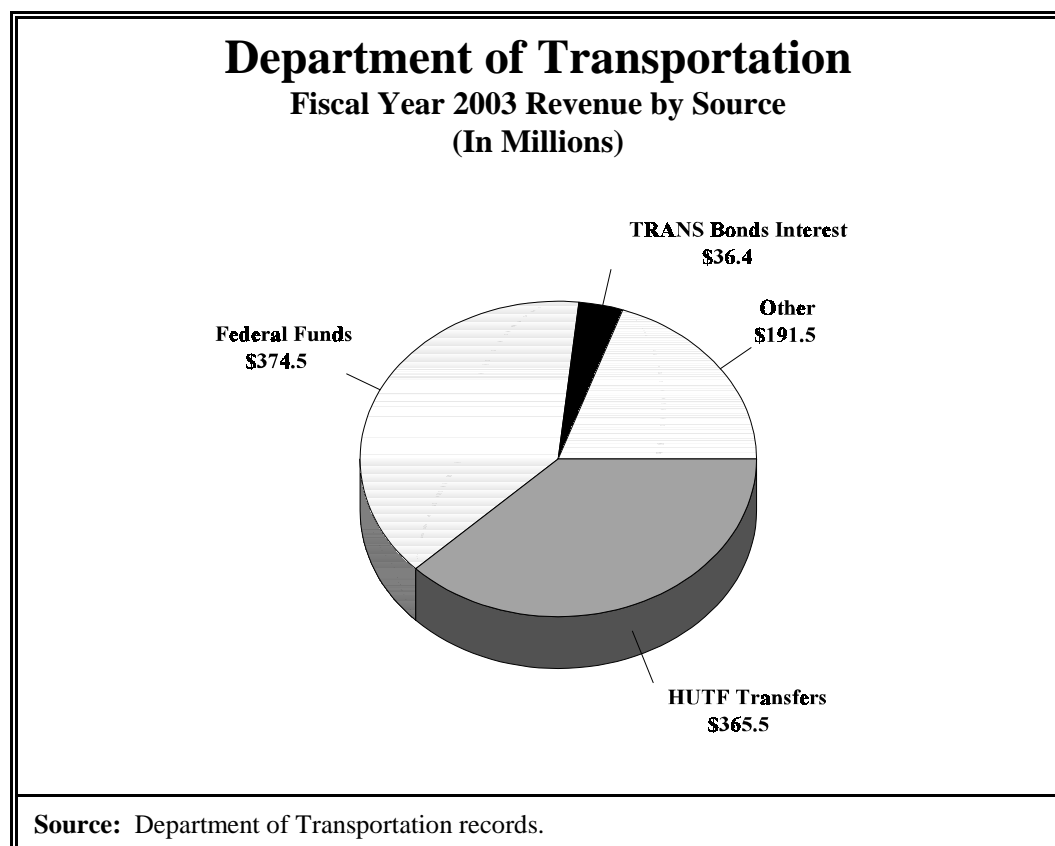
# Department of Transportation

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## Introduction

The Colorado Department of Transportation is responsible for programs that impact all modes of transportation. The State Transportation Commission governs its operations.

In Fiscal Year 2003 about 86 percent of the Department's expenditures were related to construction. Funding for construction and other expenditures come from the Federal Highway Administration (FHWA), the Department's portion of the State Highway Users Tax Fund (i.e., the State Highway Fund), local entities, and aviation-related taxes. The Department also receives monies from other federal agencies that it passes through to local governments and other entities for highway safety and transportation improvement programs. In addition, the Department earned interest of \$36.4 million on Transportation Revenue Anticipation Notes (TRANS) proceeds with trustee during Fiscal Year 2003. The Department was appropriated about 3,229 full-time equivalents for Fiscal Year 2003. The Department's Fiscal Year 2003 funding totaled \$967.9 million as shown in the following chart:



The following comments were prepared by the public accounting firm of Grant Thornton LLP, which performed Fiscal Year 2003 audit work at the Department of Transportation.

## **Security Over Credit Card Reconciliation System**

Starting in Fiscal Year 1999, the Department allowed employees to use Department-issued credit cards for purchases under \$5,000. These purchases are primarily made by the Department's maintenance staff and include materials and supplies, as well as truck repair parts. In order to assist in sorting and reconciling the credit card purchases, the Department developed a database program. However, unauthorized personnel had the ability to access credit card information on the database and the database was not protected from unapproved changes, such as alterations of the amounts reported. The database program is used to post entries to the State's accounting system, but the program's functionality was not tested to make sure that the program was operating as intended and that the program was secure.

In 1999 we recommended that the Department transfer custody of the reconciliation database program to its information technology group to determine whether the program functions properly. If the information technology group was satisfied with the design of the reconciliation program, the program should be maintained in accordance with the Department's change management procedures in order to protect the data against unauthorized access and change. The Department agreed with the recommendation and during Fiscal Year 2000 the programming was begun. The project was divided into three phases due to budgetary constraints. Because of various delays, the implementation date was extended several times. During Fiscal Year 2002, Phase I was completed and Phase II was scheduled for completion by June 30, 2003. The Department abandoned the programming project in Fiscal Year 2003 due to difficulty in implementation and lack of internal resources. However, the Department still uses the database system.

The Department used existing information technology personnel and equipment to develop the project, so no additional appropriations were needed to finance program development. However, the Department reports it did not track resources used on the project and was unable to provide us with information on the amount expended on the project.

The Department made \$10.8 million of credit card purchases during Fiscal Year 2003. Because of the magnitude of the credit card purchases, it is important for the

Department to have a secure and accurate system in place for monitoring purchases and recording the purchases in the general ledger.

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### **Recommendation No. 25:**

The Department of Transportation should implement a secure program to track and reconcile its credit card purchases.

#### **Department of Transportation Response:**

Agree. The Department is acquiring a commercial software solution to assist in the reconciliation and tracking of credit card expenditures. This software is currently being used by other departments within the State of Colorado.

Implementation date: September 2004.

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## **Disaster Recovery Plan - Data Center**

The Department has an information technology disaster recovery plan that covers all project and financial systems. This plan provides for such items as weekly and daily computer file backups and for off-site storage of those backups. However, we found that it does not provide for a remote data center for use in the event of a disaster. A few of the systems that could be affected by a disaster include the bridge and pavement management systems, the Web site, the human resources system, the facilities and building systems, and the data warehouse.

During Fiscal Year 2003 the Department engaged a third-party consultant to complete a business recovery planning study which addressed the need for off-site data processing capabilities in the event of a disaster. Now that the study is complete, the Department should move forward in securing off-site data processing capabilities for use in the event of a disaster.

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### **Recommendation No. 26:**

The Department of Transportation should secure off-site data processing capabilities for use in the event of a disaster that renders current data processing functions partially or fully inoperable.

### **Department of Transportation Response:**

Partially agree. The Department agrees that off-site data storage is a high priority to protect investments made to create and acquire information used in project and financial systems. As such, all contents in the Department's Data Center will be backed up to an off-site location on a daily basis beginning in September 2004. Financial data will also be available through the data center that the Division of Information Technologies maintains for COFRS. With this arrangement in place, the Department will be able to rapidly deploy servers and data processing capabilities in the event of a disaster affecting the headquarters complex if it is necessary. Also, in the same time frame the State of Colorado Portal will begin to be implemented. It is the Department's intent to incorporate that system in our strategy as a backup for internal data processing and the access point to our major project and financial systems.

Implementation date: September 2004.

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# Department of Health Care Policy and Financing

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## Introduction

The Department of Health Care Policy and Financing (HCPF) is the state agency responsible for developing financing plans and policy for publicly funded health care programs. The principal programs administered by HCPF include the Medicaid program, which provides health services to eligible needy persons, and the Children's Basic Health Plan (CBHP), which furnishes subsidized health insurance for children 18 years or younger in low-income families not eligible for Medicaid. Please refer to the introduction in the Department of Health Care Policy and Financing chapter within the Financial Statement Findings section for additional background information.

The following comments were prepared by the public accounting firm of BKD, LLP, which performed the Fiscal Year 2003 audit work at the Department of Health Care Policy and Financing.

## Eligibility Databases Oversight

Our audit reviewed the Department's procedures for complying with federal requirements for determining the eligibility of the individuals who receive benefits and the providers who receive reimbursements under the Medicaid program. HCPF has established an agreement with the Department of Human Services (DHS) to oversee the determination of an individual's eligibility for Medicaid through county departments of social services. County departments are responsible for inputting information related to an individual's eligibility into either the Client Oriented Information Network (COIN) or the Colorado Trails system. These systems track and monitor beneficiary eligibility. While Colorado Trails tracks Medicaid eligibility for children within DHS's Child Welfare programs, including those within foster care homes and residential treatment centers, and for individuals within its Division of Youth Corrections, COIN tracks eligibility for all other individuals. The information in COIN and Colorado Trails is used by the Medicaid Management Information System (MMIS) to determine whether or not a claim should be paid on the basis of the individual's eligibility.



Our audit tested individual eligibility for 90 expenditures by reviewing either files from the county departments of social services or information maintained within the COIN and Colorado Trails systems. We noted several inconsistencies between data in individuals' files and the data maintained in COIN. The inconsistencies noted are as follows:

- In six instances, we noted that although the claims in our sample were appropriately paid under Medicaid, documentation in the file indicated the beneficiary became ineligible subsequent to the initial claim sampled. We found that capitation and prescription drug claims totaling \$704 (\$217 for drug benefit payments and \$487 for capitation payments) were submitted and paid for dates of service while the individual was ineligible. The Department provided no evidence that it had attempted to recover the overpayments as of the time of our audit.

Department staff indicate that they attempt to recoup any erroneous capitation payments in the subsequent year. In order to ensure that recoupment efforts are more effective, we believe the Department should perform recoupments more timely and frequently during the fiscal year.

- For one of the six claims noted above for \$87, although the individual became deceased subsequent to the claim sampled, COIN did not reflect the date of death at the time of our review more than two months after the beneficiary's date of death.

The Department staff reports that they are evaluating the feasibility of an automated link between the Department of Public Health and Environment's Vital Statistics data and the Colorado Benefits Management System (CBMS), anticipated to be implemented in April 2004, to ensure greater accuracy of the data on deaths in the State and prevent inappropriate payments for service. In the interim, the Department should establish procedures requiring county departments of social services to update the COIN system in a timely manner for the deaths of Medicaid beneficiaries and perform random testing of information in COIN to ensure eligibility information contained in the system is accurate.

Although we recommended in our two prior fiscal years' audits that the Department perform random testing of eligibility determination accuracy so all program areas would be periodically tested and the risk of benefits being paid on behalf of ineligible individuals would be reduced, the Department has reported that it does not perform random testing of eligibility across all of the program areas. The Department indicated that it would develop a sampling methodology for use in CBMS that will allow it to sample all eligibility categories.

Until the CBMS system is implemented, the Department has chosen, through a federally approved pilot project, to perform eligibility testing targeted toward program areas considered to be of high risk. For example, for Fiscal Year 2003 the Medicaid Eligibility Quality Control Unit (MEQC), the unit responsible for reviewing eligibility determinations at the Department, was to perform a pilot review that targeted Elderly, Blind, and Disabled/Home and Community Based Services 300 percent cases. These are cases in which the individual's income does not exceed 300 percent of the standard level of need for the designated category of assistance. The pilot was projected to begin in June 2002 and be completed by November 2002. However, we determined that as of the end of Fiscal Year 2003, the Department had not completed a final report for this review. Since this was the only program area selected for review through the Department's pilot project in Fiscal Year 2003, this means that eligibility determination reviews were not completed for the fiscal year. Because the Department has opted to perform targeted reviews as the means for reviewing eligibility determinations, it is essential that the targeted reviews be completed on a timely basis.

(CFDA Nos. 93.777, 93.778; Medicaid Cluster; Eligibility.)

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### **Recommendation No. 27:**

The Department of Health Care Policy and Financing should improve oversight of Medicaid eligibility data contained in the COIN and Colorado Trails systems to ensure that benefits are paid only to individuals eligible for the Medicaid programs by:

- a. Initiating and completing targeted pilot reviews on a timely basis.
- b. Establishing procedures to ensure that COIN is updated accurately to reflect the date of death for all beneficiaries.
- c. Performing random testing of eligibility information included in the COIN and Trails systems compared with information in individuals' files.
- d. Performing recoupment more frequently than once a year for payments made on behalf of individuals not eligible for Medicaid.

## **Department of Health Care Policy and Financing Response:**

- a. Agree. The Department is reorganizing the Medicaid Eligibility Quality Control (MEQC) unit in the Benefits Coordination Section to improve the timeliness of pilot reviews. Staffing has been changed to permit three full-time reviewers of case files and to shift all supervisory duties to the manager of the section. The Department Data Section is also providing additional expertise on the data analysis necessary to identify the universe of cases and to establish an appropriate sample size.

Implementation date: December 2003.

- b. Agree. Currently the county departments of social services enter date of death information when they are notified of death of a client by a relative or other interested party. This process does not guarantee the most accurate or timely data on clients. The Department is evaluating the feasibility of an automated link between the Bureau of Vital Statistics and the CBMS eligibility system to ensure more accurate data. The Department has a CBMS change request on file for this purpose; since the request was not part of the original CBMS scope of work, the request will be prioritized with other post-implementation changes to be worked between the two agencies (HCPF and DHS).

Implementation date: June 30, 2005.

- c. Agree. This type of random testing will be implemented as a standard MEQC function.

Implementation date: July 2004.

- d. Agree. Medicaid eligibility is dynamic, and retroactive eligibility determinations are very common, especially in aid categories such as newborns or foster care. Once the eligibility data are reasonably complete (between 6 months and 1 year after the end of the fiscal year), the State matches capitations paid to eligible months. Capitations paid without corresponding eligibility are then recouped. Because of the need for runout in the file and because the creation of the aggregate eligibility file is very labor-intensive, the Department has been doing recoupments once a year. However, the Department will move to biannual recoupments effective July 2004.

Implementation date: July 2004.

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## Allowable Costs

Under the federal Medicaid program, expenditures must meet established allowability requirements to qualify for reimbursement by the federal government. For Fiscal Year 2003 the Department reported total Medicaid program expenditures of over \$2.6 billion, representing a federal share of about \$1.35 billion. The audit tested a stratified sample of 90 program expenditures and credits with a net value of \$11,270,615 (federal share \$5,718,710) for allowability under Medicaid regulations.

We identified errors in our sample similar to those found during the previous four fiscal years' audits. Specifically, our evaluation identified two program expenditures totaling \$186 (federal share \$93) that did not comply with one or more of the allowable cost criteria for the Medicaid program. The errors were as follows:

- **Improper Benefits.** The Qualified Medicare Beneficiary (QMB) and Special Low Income Medicare Beneficiary (SLIMB) programs are two Medicare supplementary benefit programs provided by the Department under the Medicaid program. While QMB benefits consist of Department payments covering Medicare part A and B premiums, co-payments, deductibles, and 20 percent of any costs Medicare does not pay, SLIMB Medicaid benefits consist of payments only for Medicare part B premiums. We noted that one individual was coded in the COIN system as eligible for, and also received, QMB benefits when he was only eligible for SLIMB benefits because his income exceeded the QMB income limit. For this claim, the individual's Medicare deductible in the amount of \$9.20 was incorrectly paid by the Department.
- **Prescription Drug Claims.** Medicaid regulations require that a prescription recipient obtain the prescription within 14 days and sign for the receipt in order for prescription costs to be billed to Medicaid. During our testing we noted that for one claim in the amount of \$178 out of eight prescription claims tested, the Department was unable to provide documentation indicating that the prescription was received by the beneficiary.

The Department reports that manual processes are required in many instances to enter beneficiary eligibility data into the COIN system. These processes increase the risk of improper Medicaid payments being made. While the Department is continuing its efforts to implement CBMS by April 2004 in order to eliminate the many manual processes that are required to enter beneficiary eligibility data into the COIN system, until the system is implemented, the Department continues to be at risk for providing inappropriate payments that will be required to be repaid to the federal government. As noted in the previous recommendation, the Department should perform periodic

testing between the information in individuals' case files and the information maintained on COIN and Colorado Trails to ensure data in these systems are accurate and complete.

During the fiscal year, the Department implemented procedures to perform periodic reviews of prescription drug providers to ensure signatures are obtained for drugs dispensed. The Department must continue these efforts to ensure the drug benefits are provided in accordance with the implementing instructions in the Medicaid Manual to minimize improper payments and returned federal funds.

(CFDA Nos. 93.777, 93.778; Medicaid Cluster; Activities Allowed or Unallowed.)

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### **Recommendation No. 28:**

The Department of Health Care Policy and Financing should ensure payments are made only for allowable costs under the Medicaid program by continuing its internal reviews for prescription drug claims to ensure payments are made for properly supported drug claims.

### **Department of Health Care Policy and Financing Response:**

Agree. The Department's Quality Improvement Section will continue to conduct quarterly random reviews of pharmacy provider compliance with return to stock requirements.

Implementation date: Ongoing.

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## **Provider Eligibility**

The Department has contracted with Affiliated Computer Systems (ACS), its fiscal agent, to determine provider eligibility to receive reimbursement for services provided under the Medicaid program. As part of this contract, the fiscal agent is required to maintain documentation to support that the medical providers are licensed in accordance with federal, state, and local laws and regulations. Under federal regulations, the Department of Health Care Policy and Financing remains ultimately responsible for the Medicaid program. This means that the Department must have controls in place to ensure compliance with state and federal regulations for all

aspects of the Medicaid program, whether performed directly by the Department or by another entity through contractual or other formal agreements.

For our Fiscal Year 2003 audit, we reviewed a sample of 79 provider files maintained by ACS. We determined that only 14 of the 79 provider files (18 percent) had documentation supporting licensure in the State to provide services, electronic data interchange agreements, and provider agreements. The Department was able to subsequently request and resolve provider eligibility issues for sampled items. However, the Department must ensure that documentation is improved so information is obtained and retained on a prospective basis rather than on a retrospective basis.

The Department is attempting to address the documentation problems by continuing in its fourth year of a five-year reenrollment plan to improve documentation of provider eligibility. During Fiscal Year 2003 the Department's provider enrollment committee continued working on the strategic plan for provider reenrollment. The Department continued to terminate providers with unknown addresses, providers with only post office box addresses, and providers with no claim activity for the past four years. Further, the Department continued with a manual review of licensing information from the Department of Regulatory Agencies, and if licenses were expired, revoked, or inactive, the providers were terminated in MMIS. In addition, the Department continued development of the new provider enrollment and electronic data interchange agreement, which is compliant under federal Health Information Portability and Accountability Act (HIPAA) requirements. The agreement is in the finalization process and the Department will require all providers to complete, sign, and return it in Fiscal Year 2004. Any providers failing to complete the reenrollment process will be terminated from participation in the Medicaid programs.

If payments are made to ineligible providers, the Department would be required to refund any monies previously reimbursed to the State by the federal government. Because of this, the Department should continue efforts to ensure that the fiscal agent meets requirements related to provider eligibility.

(CFDA Nos. 93.777, 93.778; Medicaid Cluster; Special Tests and Provisions-Provider Eligibility.)

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### **Recommendation No. 29:**

The Department of Health Care Policy and Financing should continue to improve controls over provider eligibility by:

- a. Continuing to monitor the fiscal agent's review of all provider files to ensure each file includes a current provider agreement and documentation of applicable provider licenses and registrations.
- b. Developing procedures to ensure provider licensing information is updated on an annual basis to ensure its accuracy for changes that occur throughout a given year.

### **Department of Health Care Policy and Financing Response:**

- a. Agree. The fiscal agent is completing a review of all active provider files since 1998 to determine missing provider information. The missing information will be requested and recorded in the provider file by July 1, 2004. In addition, the fiscal agent continues to conduct quality assurance activities over provider enrollment documents.

Implementation date: July 1, 2004.

- b. Agree. Until such time as a unique identifier is finalized into law under the Health Insurance Portability Accountability Act and both the Department of Regulatory Agencies and the Department of Health Care Policy and Financing have completed the remediation, electronic matches cannot be performed. The Department continues to conduct a manual review throughout the year of all provider licenses. Providers found to be ineligible are terminated from the Medicaid program.

Implementation date: Ongoing.

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## **Cash Management Improvement Act**

The federal Cash Management Improvement Act of 1990 (CMIA) requires the timely transfer of funds between a federal agency and a state so neither party incurs a loss of interest on the funds. Under CMIA, the State must enter into a formal agreement with the federal Treasury Department to establish reimbursement schedules for selected federal programs awarded to the State. In Colorado, the Office of the State Treasurer prepares and submits the CMIA Agreement to the federal Treasury.

CMIA allows for two draw methods, also referred to as funding techniques, for drawing federal funds: the composite and average methods. While the composite

method allows an agency to accumulate expenditures for a week and then request federal reimbursement for the accumulated total of incurred expenditures, the average method allows an agency to request federal reimbursement based on an individual day's expenditures.

Although the State's CMIA Agreement in place for Fiscal Year 2003 indicates that HCPF is to use the composite method for requesting federal reimbursement of Medicaid program expenditures, we noted during our testing of the Department's compliance with CMIA that the Department is consistently applying the average rather than the composite draw technique. Based on the federal Financial Management Service's review of Colorado's 2002 annual CMIA report, the State's drawing of federal funds does not appear to result in a material interest liability, since the determined net federal interest liability was only \$1,241. Nonetheless, the information contained in the CMIA Agreement should be accurate. Thus, the Department should notify the Office of the State Treasurer of the discrepancy and work with the Office to determine which funding technique should be used for the Medicaid program and to update the Agreement as deemed appropriate.

(CFDA Nos. 93.777, 93.778; Medicaid Cluster; Cash Management.)

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### **Recommendation No. 30:**

The Department of Health Care Policy and Financing should work with the Colorado Office of the State Treasurer to determine the appropriate funding technique that should be used for the State's Medicaid program under the Cash Management Improvement Act and update the Treasury-State CMIA Agreement as deemed appropriate.

### **Department of Health Care Policy and Financing Response:**

Agree. We will work with the Colorado Office of the State Treasurer to ensure that our Treasury-State agreement is amended and reflects that the Department uses the average draw method. It is important to note that this discrepancy in the agreement did not create an interest liability for either the State or the federal government. This agreement amendment will be completed by June 30, 2004.

Implementation date: June 30, 2004.

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# Department of Higher Education

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## Introduction

The Department of Higher Education was established under Section 24-1-114, C.R.S., and includes all public higher education institutions in the State. It also includes the Auraria Higher Education Center, the Colorado Commission on Higher Education, the Colorado Council on the Arts, the Colorado Student Loan Division, the Colorado Student Obligation Bond Authority, the Colorado Historical Society, and the Division of Private Occupational Schools. Please refer to the introduction in the Department of Higher Education chapter within the Financial Statement Findings section for additional background information.

## Board of Regents of the University of Colorado - University of Colorado

The University of Colorado was established on November 7, 1861, by an Act of the Territorial Government. Upon the admission of Colorado into the Union in 1876, the University was declared an institution of the State of Colorado, and the Board of Regents was established under the State Constitution as its governing authority.

The University consists of a central administration and four campuses: Boulder, Denver, Colorado Springs, and Health Sciences Center. These four campuses comprise 32 schools and colleges.

The following comments were prepared by the public accounting firm of Deloitte & Touche LLP, which performed the Fiscal Year 2003 audit work at the University of Colorado.

## Sponsored Programs Administration

The University of Colorado's Internal Audit Department conducted a review to evaluate the controls and processes within the University of Colorado at Denver's (UCD) Division of Sponsored Programs Administration. UCD receives approximately \$20 million in total contract and grant awards per year, and incurred over \$14 million in expenditures on federally sponsored projects during Fiscal Year 2003.

The internal audit report, dated September 24, 2003, identified a number of internal control weaknesses over the administration of sponsored programs that contributed to several issues of noncompliance with sponsored program requirements.

The following issues were identified during the review:

- The Internal Audit Department identified some cases of improper budget modifications, billings in excess of costs, and improper cash transfers. The monetary impact of these totaled \$15,719. In these instances, excess funds should have been refunded to federal sponsoring agencies but were not. As a result, the items shown below are considered questioned costs under federal guidelines.

<b>University of Colorado at Denver Schedule of Questioned Costs Fiscal Year Ended June 30, 2003</b>				
<b>CFDA</b>	<b>Program Name</b>	<b>Sponsor</b>	<b>Amount</b>	<b>Description</b>
47.076	Education and Human Resources	National Science Foundation	\$378	Overbilled the sponsor
64.125	Vocational and Education Counseling	Department of Veterans Affairs	\$7,224	Overbilled the sponsor
17.249	Child Care Apprentice Program	Department of Labor	\$6,572	Unexpended balance and should be returned
84.027	Special Education Grants	Department of Education	\$1,545	Overbilled the sponsor
<b>Source:</b> Deloitte and Touche LLP analysis of University of Colorado data.				

- There is a lack of appropriate segregation of duties between the Pre-Award and Post-Award Offices. For example, Post-Award Office personnel have the ability to post budgets and budget modifications, make journal entries, and perform billings. This situation allowed some improper transactions to occur. The posting of budgets and budget modifications should be verified by the Pre-Award Office.
- New projects were not timely established in the PeopleSoft system, and project costs were charged to an open program/project. This caused

numerous expense transfers needing to be made to move costs to the appropriate projects once established. This practice resulted in process inefficiencies because of the need to make accounting entries to transfer costs from one project to another.

- Three of twelve projects reviewed were incorrectly identified by contract type in the PeopleSoft system. The contract type identifies how projects should be handled based on whether they are fixed price, cost reimbursable, or some other type. Identification of contract type is important for the processes of billing and analysis, as well as for identification of the appropriate regulations to follow in working with the grant.
- Costs initially charged to one project are sometimes transferred to another project. Documentation of cost transfer journal entries was consistently found to be insufficient to support the reason for the transfers. The explanations on the journal entries described the entries but did not explain why the transfers were necessary as required by federal regulations.
- Campus department administrative personnel are not familiar with federal compliance requirements and rely heavily on the Post-Award Office. UCD has little procedural guidance to clearly identify the responsibilities and authorities of the various parties involved in federal financial compliance. Having appropriate guidance and providing training to administrative personnel involved with sponsored programs is important for their understanding of federal rules and regulations.
- Closeout of sponsored projects should take place in a timely manner to ensure proper fiscal management and compliance with federal rules and regulations. All active projects that were past their project end dates were reviewed to determine if closeouts were occurring timely. Thirty-one projects had end dates prior to July 1, 2002. Nine of these were federally sponsored projects. Internal Audit Department's review of the projects with the Post-Award Office revealed there was uncertainty over how to resolve many of the outstanding cash balances/deficits.

The weaknesses identified above are the result of responsibilities not being clearly established, duties not being appropriately segregated, and training on sponsored program administration not being performed for all employees on a routine basis.

(CFDA Nos. 47.076, 64.125, 17.249, 84.027; Education and Human Resources, Vocational and Education Counseling, Child Care and Apprentice Program, Special Education Grants; Other.)

**Recommendation No. 31:**

The University of Colorado at Denver should report the questioned costs identified in the Internal Audit Department's report to the appropriate federal sponsors and refund the amounts owed.

**University of Colorado Response:**

Agree. The federal sponsors subject to overcharges identified in this report either have been or will be contacted and apprised of the amount owed as follows:

- **Education and Human Resources:** When the error was discovered, a letter was written to the sponsoring agency and the amount owed was returned prior to the issuance of this report.
- **Vocational and Educational Counseling:** This represents a multi-year award that had been treated by the grantor agency and the University as a fixed-price award, which was determined incorrect by Internal Audit. The actual amount owed to the agency is \$4,697 and will be returned by October 31, 2003.
- **Child Care Apprentice Program:** The grantor agency extended the term of the award informally, rather than a formal extension of the Purchase Order. The amount owed will be returned by October 31, 2003.
- **Special Education Grants:** The grantor agency requested a bill prior to the end date of the award. When the project ended, the funds not expended were refunded to the grantor agency prior to the issuance of this report.

Implementation date: October 31, 2003.

## **Recommendation No. 32:**

The University of Colorado at Denver should establish adequate controls over sponsored programs by:

- a. Conducting a comprehensive review of its sponsored program processes, controls, and competencies.
- b. Clearly identifying respective responsibilities, authorities, and procedures that will fully comply with federal and state requirements, and developing guidance that reflects the same.
- c. Conducting training to ensure all parties involved in sponsored program financial compliance are adequately equipped to carry out their responsibilities.

## **University of Colorado Response:**

Agree. The University of Colorado at Denver (UCD) will perform the following steps:

- a. UCD has leveraged the internal audit function and continued the assessment of its program processes, controls, and competencies. An action plan of enhancements was developed by management and is expected to be fully implemented by June 30, 2004.

Implementation date: June 30, 2004.

- b. A checklist (working set of procedures) will be developed outlining the responsibilities and authorizations required of Pre- vs. Post-Award Offices by October 31, 2003.

Implementation date: October 31, 2003.

- c. UCD will create a two-part training program as follows. First, UCD will modify University of Colorado Health Sciences Center Web-based training and mandate that all grant/contract administrators and funded principal investigators complete this training. The Web-based training will begin as soon as it becomes available, and is anticipated by December 31, 2003. Second, a training program developed by Pre- and Post-Award Offices has been piloted and will be offered to grant/contract administrators and principal investigators. The first round of training for

existing administrators and principal investigators will be completed by June 30, 2004.

Implementation date: June 30, 2004.

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## **Board of Governors of the Colorado State University System**

The Board of Governors of the Colorado State University System has control and supervision of two distinct institutions: Colorado State University – a land-grant university – and Colorado State University - Pueblo – a regional, comprehensive university.

The Board administers the State Board of Agriculture Fund located in the Office of the State Treasurer (Treasury). The Board is authorized to fix tuition, pay expenses, and hire officials. The chief academic and administrative officers are the chancellor of the Colorado State University System and the president of each institution.

## **Colorado State University**

Colorado State University (CSU) was originally created in 1870 as the Agricultural College of Colorado. In 1876 when Colorado became a state, it was placed under the governance of the State Board of Agriculture, and began admitting students in 1879. It was also designated that year as Colorado's land-grant college and recipient of federal endowment support under the Morrill Act of 1862. Subsequent federal legislation led to the establishment of the Agricultural Experiment Station and the Cooperative Extension Service of the University. State legislation also made the University responsible for the Colorado State Forest Service. Following several name changes, the College became Colorado State University in 1957.

The following comments were prepared by the public accounting firm of KPMG LLP, which performed Fiscal Year 2003 audit work at Colorado State University.

## **Federal Awards**

We performed procedures required by OMB Circular A-133 and the Compliance Supplement for the following programs:

- Federal Emergency Management Agency (FEMA) awards
- Research and Development Cluster
- Student Financial Assistance Cluster
- Cooperative Forestry Assistance

For Fiscal Year 2003, CSU received approximately \$2 million, \$90 million, \$110 million, and \$13 million of federal financial assistance for the four programs, respectively. The 10 findings and recommendations presented below result from this work and are reported as required under OMB Circular A-133 and *Government Auditing Standards*.

It should be noted that these findings relate only to the sample size selected for testing, and the items identified below could be more widespread.

## **FEMA Cash Management**

When entities are funded on a reimbursement basis, program costs must be paid by entity funds before reimbursement is requested from the federal government. Also, cash management regulations require that interest earned on advances by government grantees is required to be submitted promptly to the respective federal agency. Up to \$250 of interest earned per year may be kept for administrative expenses.

During the year, the Colorado State Forest Service (CSFS) of CSU did not have adequate controls in place to identify and prevent the inappropriate drawing of funds. Because of this, the CSFS inappropriately drew down approximately \$12.8 million in funds prior to payment of costs by CSU. Due to the fact that these funds were requested prematurely, the funds earned interest while being held as part of CSU's share of the Treasury pool. CSU does not have adequate procedures in place to ensure proper tracking of interest earned on advanced monies. Therefore, interest earnings on these funds were not submitted promptly, as required. After discovering the error of the premature draw of funds, CSU moved the request-for-funds function to the Office of Sponsored Programs (OSP) from the Colorado State Forest Service due to the fact OSP has more knowledge of cash management requirements.

As a result of prematurely drawing down these funds, CSU earned interest on these funds for a period of four to five months. CSU did not remit the interest on the advance to FEMA until June 2003 after our audit procedures brought to the attention of management that the interest had not yet been remitted. Prior to our recommendation, CSU identified that interest was owed, but no action was taken. In addition, we noted that the CSFS and other departments believed that grant monies were deposited in non-interest-bearing accounts.



In September 2002 the CSFS drew \$12.8 million in advance funding from FEMA prior to payment of program costs by CSU. Upon realization that the funds were inappropriately drawn down, the CSFS returned the unspent funds of \$8.1 million in January 2003. No questioned costs were associated for this finding, since CSU remitted the required interest earnings of approximately \$36,000 prior to June 30, 2003, based on our recommendation.

(CFDA No. 97.046; Federal Emergency Management Agency; Cash Management)

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### **Recommendation No. 33:**

Colorado State University should ensure cash management requirements are adhered to by:

- a. Ensuring the request-for-funds function is assigned to someone familiar with cash management compliance requirements.
- b. Implementing a formal secondary review by a person that did not directly prepare the draw. All reports submitted to a federal agency should be formally reviewed by a person at least one level above the preparer.
- c. Considering a cursory review by the Office of Sponsored Programs (OSP), for those programs that are not already drawn or billed by OSP, to ensure cash management compliance.
- d. Designating a knowledgeable person or group to monitor interest earned on the advancement of federal funds to ensure that interest earned is remitted to the appropriate federal agency.

### **Colorado State University Response:**

Agree. CSFS awards are now being administered by OSP. With respect to the other departments drawing federal cash (Agricultural Experiment Station, Coop Extension, Student Financial Aid), Business and Financial Service along with Sponsored Programs will review the existing policies regarding cash management, including the delegation of authority to act on behalf of the University in drawing federal and state funds. Based upon this review, Financial Procedure Instructions will be updated to establish criteria under which an individual may be delegated such authority, determine and

implement an appropriate level of review, and properly manage and remit interest earned to the respective agency.

Implementation date: September 2004.

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## FEMA and Cooperative Forestry Assistance Suspension and Debarment

Nonfederal entities are prohibited from contracting with or making subawards under covered transactions to parties that are suspended or debarred or whose principals are suspended or debarred. Covered transactions include procurement contracts for goods or services equal to or in excess of \$100,000 and all nonprocurement transactions (e.g., subawards to subrecipients). Contractors receiving individual awards for \$100,000 or more and all subrecipients must certify that the organization and its principals are not suspended or debarred. The nonfederal entities may rely upon the certification unless they know that the certification is erroneous. Nonfederal entities may, but are not required to, check for suspended and debarred parties that are listed on the *List of Parties Excluded From Federal Procurement or Nonprocurement Programs* issued by the General Services Administration (GSA).

The Colorado State Forest Service (CSFS) of CSU did not inquire about or obtain the suspension or debarment certification for its cooperators and vendors in relation to the FEMA award, or in relation to the Interagency Cooperative Fire Management Agreement and most of the subrecipients used in the Consolidated Payment Grants for the Cooperative Forestry Assistance award. By not obtaining the appropriate certifications and not reviewing the *List of Parties Excluded From Federal Procurement or Nonprocurement Programs*, the CSFS may unknowingly make payments to parties that are suspended or debarred.

For the FEMA award, we noted that the CSFS has numerous cooperators and vendors who were used to extinguish the forest fires. All of these cooperators and vendors had contracts and agreements in place. However, none of the agreements contained a suspension and debarment certification. For the Cooperative Forestry Assistance award, we found that four subrecipients of the 30 vendors and subrecipients tested were required to sign a document that they were not suspended or debarred. Program managers were not aware of this requirement for all of the applicable entities during Fiscal Year 2003. Alternatively, management did not determine if vendors or subrecipients were on the excluded parties list for the Cooperative Forestry Assistance award.

As part of our audit procedures, we reviewed the *List of Parties Excluded From Federal Procurement or Nonprocurement Programs* to ensure no payments were made to suspended or debarred parties. No such payments were noted; thus, there were no questioned costs related to these findings.

(CFDA Nos. 10.664, 97.046; Cooperative Forestry Assistance, Federal Emergency Management Agency; Procurement, Suspension, and Debarment.)

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### **Recommendation No. 34:**

Colorado State University should include a standard clause in all cooperator and vendor agreements or obtain a separate certification from the vendors and cooperators stating that the cooperator/vendor is not suspended or debarred from federal procurement and nonprocurement programs.

#### **Colorado State University Response:**

Agree. In conjunction with the transfer of the administrative functions associated with the Colorado State Forest Service awards to Sponsored Programs, these procedures will be automatically implemented. Obtaining certification for suspension or debarment is a component of our standard subcontracting process.

Implementation date: June 2004.

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## **Research and Development and Cooperative Forestry Assistance Subrecipient Monitoring**

Federal regulations contain a number of requirements for monies that are passed through by Colorado State University to other entities. Federal regulations require that CSU:

- Ensure required audits are performed for subrecipients, as applicable, to ensure subrecipients are adhering to federal compliance requirements related to the funds.

- Ensure prompt action is taken on any audit findings.
- Adequately monitor subrecipients using progress reports, site visits, and other communication.
- Communicate the Catalog of Federal Domestic Assistance (CFDA) number of the prime agreement, the title of the program, and the awarding federal agency to the subrecipient.
- Include language in its contracts with subrecipients relating to the OMB Circular A-133 requirements.

## **Research and Development Cluster**

In our review of a sample 24 subrecipient files for research and development grants, we noted that four OMB Circular A-133 reports for subrecipients had findings. Of those four subrecipients, one reported significant noncompliance findings related to the Research and Development Cluster. For this subrecipient, there was no evidence that CSU required a corrective action plan be developed by the subrecipient nor was there any evidence of adequate follow-up procedures. Additionally, of the sample of 24, four subrecipients were not subject to OMB Circular A-133 requirements because they were either a for-profit entity or a federal entity. Of those four, one obtained a single audit report, which was reviewed by CSU. We did not note any additional procedures performed on the other three to ensure that the costs submitted were allowable and the controls in place at the entity are appropriate.

For the subrecipients receiving research and development funds who reported findings in connection with their OMB Circular A-133 audit, CSU did not ensure that prompt corrective action was taken to resolve the findings noted in their report. Also, even though the University does evaluate and establish additional procedures for some subrecipients not subject to OMB Circular A-133 requirements, the University does not have a formal established policy relating to the monitoring activities for entities not subject to OMB Circular A-133. This creates inconsistent treatment of these entities.

## **Cooperative Forestry Assistance Award**

In our review of a sample of 30 subrecipients receiving funding under the Consolidated Payment Grants for the Cooperative Forestry Assistance award, none of the OMB Circular A-133 reports for the entities had been obtained or reviewed. Further, in five of the subrecipients tested, the Colorado State Forest Service (CSFS) did not inform subrecipients of the required information, including CFDA number,

program title, the name of the federal awarding agency, or the need for the subrecipient to follow the requirements of OMB Circular A-133.

For the pass-through entities receiving Cooperative Forestry Assistance funds, the subrecipients may not be aware of all necessary requirements and regulations associated with federal programs and may be administering the program in a manner inconsistent with applicable federal rules and regulations. Also, because subrecipient OMB Circular A-133 reports (if required) are not obtained and reviewed, the Colorado State Forest Service cannot ensure prompt action is taken on areas of noncompliance and that corrective action is in place.

(See Appendix A, Colorado State University, for listing of applicable CFDA Nos.; Cooperative Forestry Assistance, Research and Development Cluster; Subrecipient Monitoring.)

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### **Recommendation No. 35:**

Colorado State University should comply with subrecipient monitoring compliance requirements for research and development grants by:

- a. Developing a formal policy requiring subrecipients to take timely and appropriate corrective action on all audit findings.
- b. Requiring proper follow-up procedures to be performed to ensure the corrective action plan was properly adhered to by the subrecipient reporting significant noncompliance findings.
- c. Incorporating procedures into the policy regarding the monitoring of subrecipients not subject to OMB Circular A-133 audits.

### **Colorado State University Response:**

- a. Agree. Complete procedures, to include for-profit high-risk entities, those entities falling under the OMB Circular A-133 threshold, and/or entities reporting noncompliance issues, will be reviewed and formalized into the Subcontracting Manual.

Implementation date: June 2004.

b. and c.: Agree. At the time CSU enters into a subaward, CSU requests the subrecipient to provide an Audit Certification Letter, and any other documents as considered necessary, indicating their compliance status with OMB Circular A-133. Sponsored Programs reviews the information provided by the subrecipient and forwards noncompliant responses to the Associate Controller within Business and Financial Services. The Associate Controller reviews the pertinent information and formulates a specific follow-up plan based upon the nature of the noncompliance issue. As noted within the discussion above, one subrecipient had reported significant noncompliance findings and no follow-up procedures had been performed. Since the time this issue was raised, follow-up procedures have been formulated and are in the process of being implemented.

The current procedures as set forth in the Subcontracting Manual for monitoring all subrecipients do provide for oversight. All invoices submitted for payment are reviewed by Sponsored Programs to ensure that the charges are within the approved budget, that the time period for the billing is appropriate, and that sufficient funds are available to cover the invoice.

Once Sponsored Programs has completed their review, the invoice is sent to the principal investigator for authorization of payment and certification of progress. This process is necessary as the principal investigator is in regular contact regarding program objectives and status of work completion.

Implementation date: June 2004.

### **Recommendation No. 36:**

Colorado State University should strengthen controls over subrecipient monitoring for the Cooperative Forestry Assistance award program by:

- a. Obtaining A-133 reports for all subrecipients and establishing follow-up procedures to ensure the proposed corrective action plan is adhered to by the subrecipients.
- b. Including in subrecipient agreements all necessary compliance elements, including the title of the award and the federal awarding agency, the CFDA number, and the need for the subrecipient to follow OMB Circular A-133 requirements. This can be done through the use of a checklist to ensure all required elements are included in agreements.

## Colorado State University Response:

Agree. In conjunction with the transfer of administrative functions associated with the Colorado State Forest Service awards to Sponsored Programs, these procedures will be automatically implemented. Sponsored Programs currently has a Subcontracting Manual in place that provides for acquiring, reviewing and following up on reports submitted by subrecipients. Sponsored Programs also has standard contract templates in place, by sponsoring agency, that specifically identifies requirements, such as those under OMB Circular A-133, and necessary information, such as CFDA number, that must be passed down to subrecipients. These contracts, if necessary, are modified to address the specifics of each individual award.

Implementation date: June 2004

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## Student Financial Assistance Withdrawal Dates

A college or university is required to determine the withdrawal date for a student (who withdraws without providing notification) by 30 days after the end of the payment period (i.e., semester) or academic year from which the student withdrew, whichever is earlier (34 CFR 668.22).

Adequate procedures are not in place at CSU to ensure that the withdrawal dates of students who withdraw without providing notification are determined within 30 days after the end of the payment period or academic year from which the students withdrew, whichever is earlier. CSU's procedures for determining the withdrawal dates for these students allow extended time to receive last dates of attendance (LDAs) from faculty to use in the return of Title IV funds calculations. This resulted in questioned costs of \$910.

In a sample of 30 students, CSU determined the withdrawal date late for 2 students. One student's withdrawal date was determined 34 days after the end of the semester (four days late). CSU appropriately used the midpoint of the semester to determine the return of Title IV funds amount for this student, since the student did not have an LDA, and returned appropriate funds. The other student's withdrawal date was determined 42 days after the end of the semester (12 days late), which was concurrently used as the student's LDA, since that is the date CSU was notified. The

actual LDA that should have been used was 12 days earlier. Thus, CSU used the LDA received 42 days after the end of the semester to determine the return of Title IV funds amount. This LDA was beyond the 60 percent point of the semester, which requires no return to be made. As such, CSU did not return funds for this student. However, had the midpoint of the semester been used by 30 days after the end of the semester, which is the date that should have been used as the LDA, to determine the return of the Title IV funds amount, CSU would have had to return \$910 to the Federal Direct Loan program. This would have been appropriate, since the LDA was not known by 30 days after the end of the semester. The student would not have had to make a return, but would have to repay his student loans in accordance with the original promissory notes.

Some withdrawal dates for students who withdraw from CSU without providing notification are not being determined timely. This has caused CSU to not return funds that it should have returned. This may also cause CSU to return funds beyond the time frame established by regulations if such returns are due.

(See Appendix A, Colorado State University, for listing of applicable CFDA Nos.; Student Financial Assistance Cluster; Special Tests and Provisions.)

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### **Recommendation No. 37:**

Colorado State University (CSU) should establish procedures to ensure that the withdrawal dates of students who withdraw from CSU without providing notification are determined by 30 days after the end of the payment period or academic year from which the students withdrew, whichever is earlier. Also, these procedures should ensure proper return of Title IV funds.

### **Colorado State University Response:**

Agree. We will not permit individual students to have extra time to provide proof of their last day of attendance. If the professor whose signature is required to validate the last day of attendance is unavailable during semester breaks, we will assume the last day of attendance to be the midpoint of the term.

Implementation date: May 2004.

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## Student Financial Assistance Cost of Attendance Updates

The cost of attendance (COA) is an estimate of a student's education expenses for the period of enrollment. Each student is assigned a COA according to CSU's established student budgets. The COA is one component necessary to determine a student's financial need. A student must have financial need to receive all Federal Student Aid except for unsubsidized Stafford and PLUS loans; however, the total aid package cannot exceed the COA (*HEA Sec. 472; 2002 – 2003 United States Department of Education Federal Student Aid Handbook; Volume 1, Student Eligibility; Chapter 7, Financial Need and Packaging*).

Adequate procedures are not in place at CSU to ensure that the appropriate COA is assigned to students according to CSU's established student budgets for students whose COAs have been manually adjusted prior to receiving updated data as a result of submitting corrections and updates through the Electronic Data Exchange (EDE) to the Central Processing System (CPS).

In a sample of 30 students, there was one student for whom an incorrect COA was assigned due to this condition. This student had originally been assigned a nine-month COA for a married student with two members of the household in college. The student attended only the spring semester; therefore, his COA was manually adjusted by halving the originally assigned COA, as appropriate. However, verification was then performed and it was discovered that there was only one person in the household in college. As such, corrections were submitted through EDE to the CPS to update the number in college, as required. When corrections are received, they automatically update the system including the COA. However, the COA is not automatically updated if it has already been manually adjusted, as in this case. Therefore, this student's COA remained at the level with two in the household in college, when it should have been updated to one in the household in college. If the COA had been appropriately updated to CSU's married student budget with one in college, this student would have been eligible for an additional \$428 in Federal District unsubsidized loan funds.

Data corrections received from the CPS do not update COAs that have previously been manually changed. This has caused CSU to assign an incorrect COA to a student, which caused him to not receive an award for which he was eligible.

(See Appendix A, Colorado State University, for listing of applicable CFDA Nos.; Student Financial Assistance Cluster; Special Tests and Provisions.)

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**Recommendation No. 38:**

Colorado State University should establish procedures to ensure that cost of attendances that have been manually changed prior to receiving data corrections from the Central Processing System are examined to ensure appropriateness.

**Colorado State University Response:**

Agree. The population for whom this is an issue is extremely small. The living costs are the same for all students, except those who are married and both the student and the spouse are in school. We now have an edit in place to identify these students.

Implementation date: Implemented.

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**Student Financial Assistance Exit Counseling**

A college or university must ensure that exit counseling is conducted with each Federal Direct Loan borrower shortly before the student borrower ceases at least half-time study at the school. If the student fails to complete the exit counseling as required, the school must provide exit counseling either through interactive electronic means or by mailing written counseling materials to the student borrower within 30 days after the college or university learns that the student borrower has withdrawn from school. The college or university must maintain documentation for each student borrower, substantiating the school's compliance with the exit counseling requirements (34 CFR 685.304 (b)).

Adequate procedures are not in place at CSU to ensure that the documentation is maintained to substantiate the school's compliance with exit counseling requirements.

In a sample of 30 students, there were 5 that required exit counseling. CSU could not provide documentation that it had complied with the exit counseling requirements for these five students. CSU maintains that it did send the students exit counseling materials; however, it failed to maintain documentation to substantiate this.

By not maintaining documentation that it complied with exit counseling requirements, CSU could not substantiate its compliance with federal regulations.

(See Appendix A, Colorado State University, for listing of applicable CFDA Nos.; Student Financial Assistance Cluster; Special Tests and Provisions.)

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### **Recommendation No. 39:**

Colorado State University should implement procedures to ensure that documentation is maintained to substantiate its compliance with exit counseling requirements.

#### **Colorado State University Response:**

Agree. The exit counseling was conducted. Normally the documentation is retained. However, this year it was inadvertently misplaced. We will review all our procedures, and make any necessary adjustments, to help ensure these errors to not repeat.

Implementation date: May 2004.

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## **Student Financial Assistance Reporting**

To apply for and receive funds for the campus-based Federal Student Aid programs (Federal Perkins Loan, Federal Work Study, and Federal Supplemental Educational Opportunity Grant), colleges and universities must complete and submit a Fiscal Operations Report and Application to Participate (FISAP) by October 1 of each year. The FISAP that was due on October 1, 2003, reported on the colleges' and universities' campus-based program participation for 2002 – 2003 and applied for campus-based program funding for 2004 – 2005. The FISAP must contain accurate data, and the school must retain accurate and verifiable records for program review and audit purposes (*Department of Education FISAP Instructions*). Adequate procedures are not in place at CSU to ensure that the accurate data are reported in the FISAP.

CSU reported \$10,308 in other income for the Perkins loan fund on the Institutional Capital Contribution (ICC) line of the FISAP (Line 21, Part III, Section A). This

other income consisted of collection costs collected from repayment of overdue loans. These collection costs do not constitute an ICC, which is defined as being at least one-third of the annual Federal Capital Contribution (FCC) and is the school's matching share to the FCC.

Reporting other income on the Institutional Capital Contribution line does not report accurate data in the FISAP.

(See Appendix A, Colorado State University, for listing of applicable CFDA Nos.; Student Financial Assistance Cluster; Reporting.)

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### **Recommendation No. 40:**

Colorado State University should implement procedures to ensure that all elements of the FISAP are accurate. Such procedures should include a formal review that agrees amounts reported to supporting documentation.

### **Colorado State University Response:**

Agree. The numbers submitted on the FISAP are reviewed for accuracy according to the documentation on file with each responsible area. The documentation will be reviewed for accuracy each aid year, and each responsible accountant will provide a review signature.

Implementation date: September 2004.

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## **Cooperative Forestry Assistance Cash Management/Allowable Costs/Matching**

Total costs submitted for reimbursement to the federal awarding agency for Consolidated Payment Grants must be within the guidelines of the grant agreement and include documentation that supports CSU's required matching contribution of 50 percent of the total costs incurred for the program. CSU should have controls in place to ensure that adequate documentation exists to support the request for reimbursement of appropriate costs, and that CSU and its subrecipients combined have met the 50 percent matching requirement.

We tested 30 payments to vendors/subrecipients and noted the following:

- C In one instance, a payment was made without the request for reimbursement being properly authorized.
- C One accomplishment report was submitted that had not been approved by the field office. The report was subsequently approved for payment by the Colorado State Forest Service (CSFS).
- C Four payments to subrecipients totaling \$110,500 included advances to the subrecipients in the amount of \$57,777. The advances were based on estimated costs expected for the project (work in progress) rather than actual costs incurred when the reimbursement request was submitted. We reviewed the final reimbursements for all costs of the applicable projects and determined that none of the payments caused the project within the grant to be overspent.
- C Three payments were made to subrecipients that exceeded the originally approved funding levels for the subrecipients by a total of \$2,779. The payments were made without documented support for the approved increase. Ultimately, adequate budget at the federal level was available and the costs were considered allowable.
- C Two payments were made to subrecipients that exceeded the originally approved reimbursement level of 50 percent by a total of \$6,595. We determined that these payments did not result in noncompliance for matching for the grant as a whole.
- C One payment was made in which support for expenses appeared inadequate. We also found that field offices, in some cases, are providing support to the state office that exceeds what is required in the policy. In one instance, the excess documentation supported only a portion of the total expenses. This inconsistency could cause the detail to appear inadequate.
- C One payment was made in which a vendor was overpaid \$1,190 because of disallowed costs subsequently disallowed by the federal agency. The Colorado State Forest Service (CSFS) should request the vendor to reimburse it for the overpayment.
- C In one instance, CSFS did not request reimbursement for \$21,304 of seemingly valid expenses that were incurred and supported by invoices. The

CSFS should request reimbursement from the federal awarding agency for these expenses.

In addition, we tested 12 requests for reimbursement from the federal awarding agency and noted one draw in which the amount reimbursed was \$1,190 less than the amount that the CSFS paid to the vendor because the federal awarding agency disallowed some of the costs, one instance in which the amount drawn did not include all costs shown of the supporting documentation, nine draws which were not reviewed for propriety or accuracy, and three draws that were reviewed at a level of approval that could not detect inaccurate reporting. The federal awarding agency adjusted the draw amount for discrepancies or errors.

Because of control weaknesses in some areas, the CSFS may be paying subrecipients in excess of their approved contract without documenting that the variance was approved. This also could result in the CSFS reimbursing subrecipients for unallowable costs and in CSU being out of compliance with the matching requirement. In addition, the CSFS is at risk of submitting inaccurate reimbursement requests for costs not yet expended, which could result in costs being disallowed by the federal awarding agency.

(CFDA No. 10.664; Cooperative Forestry Assistance; Cash Management; Allowable Costs/Cost Principles; Matching, Level of Effort, Earmarking.)

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## **Recommendation No. 41:**

Colorado State University should strengthen controls over cash management and expenditures for the Cooperative Forestry Assistance grant by:

- a. Performing a detailed review, on a test basis, of expenses submitted to monitor payments made to subrecipients, as approved by field offices, to ensure that allowable expenses are submitted for reimbursement, consistent documentation is provided, and procedures for reviewing allowability at the field office level are performed accurately.
- b. Approving payments to subrecipients only for actual costs incurred rather than estimated costs to be incurred.
- c. Comparing the maximum allowable contract amount to total amounts expended and documenting any variances or amended funding levels on a project basis when the payments are approved.

- d. Maintaining a roll-forward of the total amounts eligible and amounts available to ensure the subrecipient has met the required matching contribution.
- e. Having requests for reimbursement reviewed by an individual at least one level higher than the person preparing the request prior to submission to the granting agency. The review should be performed both for accuracy and sufficiency of supporting documentation.

### **Colorado State University Response:**

Agree. These control procedures will be implemented with oversight provided by the newly appointed Accountant II position at the Colorado State Forest Service. The Accountant II starts March 29, 2004.

Implementation date: June 2004

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## **Cooperative Forestry Assistance Accounting for Federal Awards**

CSU received about \$13 million during Fiscal Year 2003 for the Cooperative Forestry Assistance federal grant. The accounting for the forest service awards is performed at the field offices and the central Colorado State Forest Service (CSFS) offices on the CSU campus. Billing and financial report submissions to federal agencies are conducted by the CSFS offices. Year-end closing entries are the responsibility of the Business and Financial Services Department (BFS).

CSU submits an Exhibit K Schedule to the State Controller's Office summarizing the total federal awards the University expended for the fiscal year. The State Controller's Office uses this Exhibit along with comparable exhibits from other state agencies to compile the statewide Schedule of Expenditures of Federal Awards (SEFA). The CSFS recorded indirect costs and direct costs inconsistently in the general ledger during Fiscal 2003. As a consequence, the amounts reported as expenditures on the Exhibit K and the amounts reported as expenditures for reimbursement to the federal awarding agency do not match within a given fiscal year. We noted two errors totaling \$3,375,820 which resulted in the overreporting of federal expenditures on the Exhibit K and correspondingly in the statewide SEFA. The errors on the Exhibit K and the SEFA were subsequently corrected.

(CFDA No. 10.664; Cooperative Forestry Assistance; Other.)

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**Recommendation No. 42:**

Colorado State University should reconcile the following, on a grant by grant basis, within the fiscal year as well as over the life of the grants: the amounts drawn from the federal agency, the amounts reported as federal expenditures and revenue in the general ledger, and the amounts reported on the Exhibit K.

**Colorado State University Response:**

Agree. In conjunction with the transfer of the administrative functions associated with the Colorado State Forest Service awards to Sponsored Programs, these procedures will be automatically implemented. All financial reports and billings submitted to a federal agency are based upon amount provided within the general ledger.

Implementation date: June 2004

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**Cooperative Forestry Assistance Reporting**

Based on the terms specified in the grant agreement for the Consolidated Payment Grants, CSU is required to submit an annual SF-269A report, *Financial Status Report*, to the federal awarding agency. This report summarizes amounts received during the year. During Fiscal Year 2003, the Colorado State Forest Service (CSFS) did not submit the annual SF-269A report as required. The CSFS did not obtain adequate information regarding reporting requirements for the grant or ensure compliance with the reporting requirements.

(CFDA No. 10.664; Cooperative Forestry Assistance; Reporting.)

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**Recommendation No. 43:**

Colorado State University should establish procedures to review all grant agreements upon initiation and implement the necessary processes to ensure compliance with reporting and other applicable requirements. An individual should be assigned



responsibility for completing required reports timely, and a secondary review of the report should be performed by another individual knowledgeable of the program prior to submission.

### **Colorado State University Response:**

Agree. In conjunction with the transfer of the administrative functions associated with the Colorado State Forest Service awards to Sponsored Programs, these procedures will be automatically implemented. Sponsored Programs has a separate system established for the purpose of managing all aspects of the University's federal awards. Within the system, reporting requirements are identified in such a manner that provides for timely and accurate financial reporting, regardless of the format required. Sponsored Programs also provides for a secondary review of all financial reports submitted to federal agencies.

Implementation date: June 2004

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## **Trustees of the State Colleges - Adams State College**

Through June 30, 2003, the Board of Trustees of the State Colleges in Colorado was the governing board for Adams State College, Mesa State College, Western State College, and Western State College Graduate Center. House Bill 03-1093 authorized independent governance for Adams State College effective July 1, 2003, and a new Board of Trustees was appointed to govern the College. Adams State College is a liberal arts college with graduate programs in Teacher Education, Counseling, and Art.

The following comment was prepared by the public accounting firm of Wall, Smith, Bateman & Associates, Inc., which performed Fiscal Year 2003 audit work at Adams State College.

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## Student Financial Aid

During Fiscal Year 2003 the College received \$1.9 million in state funds and \$3.1 million in federal funds for student financial aid. The College's Financial Aid Department processes and awards the funds to students and is responsible for preparing and filing various reports to state and federal agencies.

The College files a year-end report on student financial aid with the federal government. The Fiscal Operations Report and Application to Participate (FISAP) report was filed on the due date of October 1. However, the College told us the report contained errors and needed to be corrected. A corrected FISAP report was filed in December 2003. Since the College filed corrected the FISAP report after completion of our audit work, we did not review the corrected report and plan to review them during our Fiscal Year 2004 audit of the College.

(CFDA Nos. 84.007, 84.033, 84.038, 84.063; Student Financial Aid Cluster; Reporting.)

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### Recommendation No. 44:

Adams State College should improve its procedures and controls over student financial aid reporting and eligibility by ensuring that the FISAP report is prepared and filed on a timely basis and contains accurate data that agrees with accounting and financial aid records.

### Adams State College Response:

Agree. Adams State College will evaluate its procedures to ensure the timely and accurate reporting of the U.S. Department of Education FISAP report.

Implementation date: June 2004.

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## **State Board for Colorado Community Colleges and Occupational Education**

The State Board for Community Colleges and Occupational Education (SBCCOE or the Board) was established by the Community College and Occupational Education Act of 1967, or Article 23-60, C.R.S. The Board functions as a separate entity and, as such, may hold money, land, or other property for any educational institution under its jurisdiction. The statute assigns responsibility and authority to the Board for three major functions:

- The Board is the governing board of the state system of community and technical colleges.
- The Board administers the occupational education programs of the State at both secondary and post-secondary levels.
- The Board administers the State's program of appropriations to local district colleges and area vocational schools.

The Board consists of nine members appointed by the Governor to four-year staggered terms of service. The statute requires that Board members be selected to represent certain economic, political, and geographical constituencies.

The 13 colleges in the community college system are as follows:

<b>College</b>	<b>Main Campus Location</b>
Arapahoe Community College	Littleton
Community College of Aurora	Aurora
Community College of Denver	Denver
Colorado Northwestern Community College	Rangely
Front Range Community College	Westminster
Lamar Community College	Lamar
Morgan Community College	Fort Morgan
Northeastern Junior College	Sterling
Otero Junior College	La Junta
Pikes Peak Community College	Colorado Springs
Pueblo Community College	Pueblo
Red Rocks Community College	Lakewood
Trinidad State Junior College	Trinidad

The following comments were prepared by the public accounting firm of KPMG LLP, which performed the Fiscal Year 2003 audit work at the Colorado Community College System.

## **Student Financial Assistance**

We performed procedures on Student Financial Assistance (SFA) required by the Office of Management and Budget (OMB) Circular A-133 and the Compliance Supplement for Student Financial Aid. We also performed procedures as required by the *Colorado Handbook for State-Funded Student Financial Assistance Programs*, issued by the Colorado Commission on Higher Education (CCHE), 2003 revision. The 12 findings and recommendations below result from this work.

## Carryforward Balances

A school may carry forward up to 10 percent of the previous year's Federal Supplemental Educational Opportunity Grant (FSEOG) allocation to cover expenditures in the current award year. However, before a school may spend its current year's allocation, it must spend any funds carried forward from the previous year. Additionally, a school must disburse funds to qualifying students no later than three business days, plus an additional seven calendar days in certain circumstances, after the school receives them. (*June 2001 United States Department of Education Blue Book; Chapter 3, Obtaining Authorization for Campus Based Funding; 34 CFR 668.166.*)

Adequate procedures are not in place at Arapahoe Community College (ACC) to ensure that carryforwards are spent before spending the current year allocation. In a sample of 30 cash draws (four from ACC), two ACC FSEOG draws were made from the current year allocation instead of from the carryforward from the prior year. This finding resulted in questioned costs of \$4,542. ACC maintained a cash balance from the carryforward without disbursing it to students, while it drew and disbursed cash from the current year allocation. Disbursements were occurring normally, but with the current year allocation instead of first using the carryforward.

(CFDA No. 84.007; Federal Supplemental Educational Opportunity Grant; Cash Management.)

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### Recommendation No. 45:

Colorado Community College System should ensure Arapahoe Community College establishes procedures to ensure that carryforward balances are disbursed prior to disbursing current year allocations, and ensure that it has reimbursed the U.S. Department of Education for the difference between the earnings that the excess cash balance would have yielded if invested under the applicable current value of funds rate and the actual interest earned on that balance.

### Colorado Community College System Response:

Agree. The System will work with the college to ensure compliance with financial aid rules and regulations. Arapahoe Community College has implemented carryforward procedures to ensure carryforward funds are spent before spending current year allocations. In addition, Arapahoe Community

College will contact the U.S. Department of Education to determine if a potential interest payment is required.

Implementation date: June 2004.

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## Verification of Data

A student must have financial need to receive all Federal Student Aid (FSA) funds except for Unsubsidized Stafford and PLUS loans under the Direct Loan and Federal Family Education Loan Programs. Financial need is simply defined as the difference between the student's Cost of Attendance (COA) and the family's ability to pay these costs, the Expected Family Contribution (EFC). The COA is an estimate of a student's education expenses for the period of enrollment. Because students sometimes make significant errors on their application, the law includes a verification process as part of the FSA program requirements. The U.S. Department of Education only requires that a portion of the Fee Application for Federal Student Aid filers at a school be verified, generally those selected by the Central Processing System (CPS). If the CPS selects an application for verification, the following five major data elements must be verified: household size, number in college, Adjusted Gross Income (AGI), U.S. taxes paid, and certain types of untaxed income benefits, including Social Security benefits, child support, IRA/Keogh deductions, foreign income exclusion, Earned Income Credit, and interest on tax-free bonds. All of these may impact the COA and/or EFC. (2002 - 2003 United States Department of Education Federal Student Aid Handbook; Volume 1, Student Eligibility; Chapter 7, Financial Need and Packaging and Application and Verification Guide; Chapter 3, Verification.)

Adequate procedures are not in place at the Community College of Denver (CCD) to ensure that required data elements are verified and that the resulting verified information is used to properly calculate the COA and/or EFC. In a sample of 30 students (7 from CCD), 4 students' data were improperly verified and 1 student's verified data were not used in assigning the proper budget. The following items were not accounted for on the Student Information System and, therefore, not taken into account in calculating the student's need: the child support reported on Worksheet B, the child tax credit reported on Worksheet A and the tax return, and the education credit reported on the tax return. Another student did not submit the appropriate documents such that the college could verify his AGI and taxes paid. Appropriate documents include an Internal Revenue Service tax transcript, other signed IRS forms with tax data, Form W-2, Form 4868, or a signed statement from the student. Finally, another student had a verified household size of three: the student, her

sibling, and their mother. Based on this information, the student's COA should have been the "At Home" budget established by the college. Instead, an "Away" budget was used, with no documentation in the student's file of a professional judgment having been done to adjust the COA. Improper verification may result in students' receiving aid for which they are ineligible.

(CFDA Nos. 84.007, 84.033, 84.063, 84.268; Title IV; Special Tests and Provisions.)

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### **Recommendation No. 46:**

Colorado Community College System should ensure Community College of Denver establishes procedures to ensure that all required data elements are verified and that all required verification worksheet sections are completed and appropriately signed, with all required documents received. Additionally, CCD should establish procedures to ensure that assigned budgets correspond with verified data.

### **Colorado Community College System Response:**

Agree. The System will work with the college to ensure compliance with financial aid rules and regulations. Community College of Denver staff have been trained and have established continuous training on verification. An audit process has been implemented to ensure accuracy.

Implementation date: June 2004.

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## **Enrollment Date Reporting**

As part of the Pell reporting process to the Common Origination and Disbursement System (COD), schools must report the enrollment date for Pell-eligible students. This is the first date the student was enrolled in the eligible program for the award year. For this item, "enrolled" means the first day the student attended classes (i.e., the first day of the term). (*2002 - 2003 United States Department of Education Federal Student Aid Handbook; Volume 3, Federal Pell Grant Program; Chapter 3, Pell Reporting; 2002-2003 COD Technical Reference, Appendix E, Version 3.4.*)

Adequate procedures are not in place at Front Range Community College (FRCC) and Community College of Denver (CCD) to ensure that the enrollment date reported to COD is correct. In a sample of 30 students (9 from FRCC, 7 from CCD), 14

students' enrollment dates were reported incorrectly. CCD improperly reported the enrollment date as 8/23/02 instead of 8/19/02 for five students. FRCC improperly reported the enrollment date as 8/1/02 instead of 8/26/02 for nine students. Incorrectly reported enrollment dates may cause the COD to misidentify or not identify potential concurrent enrollments for students, which could cause students to be awarded and paid Pell grants that they are not eligible for. No overpayments were noted. However, if the student was concurrently enrolled at another institution and this concurrent enrollment was not detected because the enrollment date was misreported, there could be overpayments.

(CFDA No. 84.063; Federal Pell Grant Program; Reporting.)

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### **Recommendation No. 47:**

Colorado Community College System should ensure Front Range Community College and Community College of Denver establish procedures to ensure that enrollment dates are reported correctly in the Pell reporting process.

### **Colorado Community College System Response:**

Agree. The System will work with the colleges to ensure compliance with financial aid rules and regulations. At Front Range Community College, date parameters have been added to the programs that populate this field. Each term these parameters will be updated to reflect the correct start date. Community College of Denver will review all start dates reported and ensure the date is accurate in all future reports.

Implementation date: June 2004.

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## **Pell Grant Disbursements Reporting**

As part of the Pell reporting process to the Common Origination and Disbursement System (COD), schools must report disbursements within 30 days of making the payment, at the latest. (*2002 - 2003 United States Department of Education Federal Student Aid Handbook; Volume 3, Federal Pell Grant Program; Chapter 3, Pell Reporting.*)



Adequate procedures are not in place at Trinidad State Junior College (TSJC) to ensure that the disbursements are reported to the COD within 30 days of making payment. In a sample of 30 students (4 from TSJC), 3 students' Pell disbursements were not reported to the COD within 30 days of the college's disbursing the funds to the students. The college reported the Pell disbursements nine days late for two students and eight days late for the other student. Reporting Pell disbursements untimely is noncompliant with federal regulations.

(CFDA No. 84.063, Federal Pell Grant Program, Reporting.)

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### **Recommendation No. 48:**

Colorado Community College System should ensure Trinidad State Junior College establishes procedures to ensure that Pell disbursements are reported within 30 days after making payment to students.

### **Colorado Community College System Response:**

Agree. The System will work with the college to ensure compliance with financial aid rules and regulations. Trinidad State Junior College will implement a procedure to make sure Pell disbursements are reported within 30 days ensuring that Trinidad State Junior College is compliant with federal regulations.

Implementation date: June 2004.

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## **Verification Status Codes Reporting**

Because students sometimes make significant errors on their application, the law includes a verification process as part of the Federal Student Aid program requirements. The U.S. Department of Education only requires that a portion of the Free Application for Federal Student Aid filers at a school be verified. The following five major data elements must be verified: household size, number in college, AGI, U.S. taxes paid, and certain types of untaxed income benefits, including Social Security benefits, child support, IRA/Keogh deductions, foreign income exclusion, Earned Income Credit, and interest on tax-free bonds. As part of the Pell reporting process to the Common Origination and Disbursement System (COD), schools must report the Verification Status Code for Pell-eligible students. There are three valid

Verification Status Codes, which are as follows: V = "Verified;" W = "Student has not completed the verification process;" blank = "Student has not been selected for verification." (*2002 - 2003 United States Department of Education Federal Student Aid Handbook; Volume 3, Federal Pell Grant Program; Chapter 3, Pell Reporting.*)

Adequate procedures are not in place at Front Range Community College (FRCC) and Community College of Denver (CCD) to ensure that the Verification Status Code reported to COD is correct. In a sample of 30 students (9 from FRCC, 7 from CCD), 6 students' Verification Status Codes were reported as blanks (5 at FRCC and 1 at CCD), when in fact all 6 students had been selected for verification. The students had been verified; therefore, their Verification Status Codes should have been V. Incorrectly reporting Verification Status Codes is noncompliant with federal regulations.

(CFDA No. 84.063, Federal Pell Grant Program, Reporting.)

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### **Recommendation No. 49:**

Colorado Community College System should ensure Front Range Community College and Community College of Denver establish procedures to ensure that Verification Status Codes are reported correctly in the Pell reporting process.

### **Colorado Community College System Response:**

Agree. The System will work with the colleges to ensure compliance with financial aid rules and regulations. At Front Range Community College, an edit report has been created for review prior to final reporting to the Common Origination and Disbursement System. Community College of Denver will develop a weekly edit process to ensure all verification codes are correct.

Implementation date: June 2004.

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## **Return of Title IV Funds Calculations**

If a recipient of Federal Student Aid funds withdraws from a school after beginning attendance, the amount of aid earned by the student must be determined by

calculating a return of Title IV funds. A part of the calculation is to determine the Title IV funds that were disbursed or that could have been disbursed to a student.

Adequate procedures are not in place at the Community College of Denver (CCD) to ensure that the proper Title IV funds are included in the return of Title IV funds calculations. In a sample of 30 students (7 from CCD), CCD included an incorrect award in a student's Return of Title IV calculation. The college included a \$450 Federal Supplemental Educational Opportunity Grant (FSEOG) award in the calculation, yet the student did not receive an FSEOG award. Questioned costs of \$110 were identified as a result of this finding. Including the incorrect award caused the college to request the student to repay \$110 too much to the Pell program. CCD recalculated the amount due from the student and notified the U.S. Department of Education.

(CFDA Nos. 84.007, 84.063, 84.268; Title IV; Special Tests and Provisions.)

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### **Recommendation No. 50:**

Colorado Community College System should ensure Community College of Denver establishes procedures to ensure that the proper Title IV funds are included in the return of Title IV funds calculations.

### **Colorado Community College System Response:**

Agree. The System will work with the college to ensure compliance with financial aid rules and regulations. A standard review process has been initiated to ensure accuracy of return calculations at Community College of Denver.

Implementation date: June 2004.

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## **Return of Unearned Title IV Funds**

A school is required to return unearned Title IV funds no later than 30 days after the date the school determined the student withdrew. (*34 CFR 668.22.*)

Adequate procedures are not in place at the Community College of Denver (CCD), Front Range Community College (FRCC), Trinidad State Junior College (TSJC), and

Pueblo Community College (PCC) to ensure that returns are made within 30 days after the date the school determined the student withdrew. In a sample of 30 students (7 from CCD, 9 from FRCC, 4 from TSJC, and 6 from PCC), there were 6 students for whom returns of Title IV funds were made after the 30 days allowed (1 at CCD, 2 at TSJC, 2 at FRCC, and 1 at PCC). At TSJC, one return was made in two parts; one part was eight days late; and the other part was 206 days late. Other returns were made eight days late at CCD and PCC, and TSJC respectively. FRCC made returns 3 and 61 days late. The colleges have returned their portion of unearned Title IV funds beyond the time frame established by the regulations.

(CFDA Nos. 84.007, 84.063, 84.268, 84.032; Title IV; Special Tests and Provisions.)

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### **Recommendation No. 51:**

Colorado Community College System should ensure Community College of Denver, Front Range Community College, Trinidad State Junior College, and Pueblo Community College establish procedures to ensure that the institution's portion of a student's unearned Title IV funds are returned within 30 days after the school has determined a student has withdrawn.

### **Colorado Community College System Response:**

Agree. The System will work with the colleges to ensure compliance with financial aid rules and regulations.

Community College of Denver currently reviews weekly reports to ensure all funds are returned timely.

Front Range Community College did calculate the return to Title IV funds within the specified period of time; however, there was an error in the original calculation, therefore increasing the amount that Front Range Community College had to return and putting this outside of the 30-day time frame.

Trinidad State Junior College will implement a procedure to ensure Title IV funds are returned within 30 days, ensuring that TSJC is compliant with federal regulations.

Pueblo Community College will implement new procedures to ensure the institution's portion of a student's unearned Title IV funds are returned within

30 days. Implementation of new procedures will begin with the fall 2003 semester.

Implementation date: June 2004.

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## Withdrawal Date Determination

A school is required to determine the withdrawal date for a student who withdraws without providing notification by 30 days after the end of the term from which the student withdrew. Further, the school must return its portion of unearned Title IV funds by no later than 30 days after the date the school determined the student withdrew. (34 CFR 668.22.)

Adequate procedures are not in place at Trinidad State Junior College (TSJC), Pueblo Community College (PCC), and Community College of Denver (CCD) to ensure that the withdrawal date of students who withdraw without providing notification is determined within 30 days after the end of the term. In a sample of 30 students (4 from TSJC, 6 from PCC and 7 from CCD), there were 2 students who unofficially withdrew in the fall 2002 semester (1 from PCC and 1 from CCD), but the colleges did not determine their withdrawal date until more than 30 days after the end of the term. TSJC did not determine the withdrawal dates for all students who unofficially withdrew from the fall 2002 term until June - July 2003. TSJC indicated that there were three fall 2002 unofficial withdrawals. Withdrawal dates for students who unofficially withdraw from TSJC, PCC, and CCD are not being determined timely. This, in turn, will cause the colleges to return their portion of unearned Title IV funds beyond the time frame established by regulations if such returns are due. No such return was due for the PCC student, while a return was due for the CCD student. CCD indicated that the return was made in July 2003. We did not determine if any returns were due for the fall 2002 unofficial withdrawals at TSJC because there were none of these students in the sample.

(CFDA Nos. 84.007, 84.032, 84.063, 84.268; Title IV; Special Tests and Provisions.)

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## **Recommendation No. 52:**

Colorado Community College System should ensure Trinidad State Junior College, Pueblo Community College, and Community College of Denver establish procedures to ensure that the withdrawal dates of students who withdraw without providing notification are determined by 30 days after the end of the term, at the latest.

### **Colorado Community College System Response:**

Agree. The System will work with the colleges to ensure compliance with financial aid rules and regulations.

Trinidad State Junior College will implement a procedure to ensure withdrawal dates for students who withdraw without notification are determined by 30 days after the end of the term.

Although Pueblo Community College agrees that the college did not determine the student's withdrawal date until more than 30 days after the end of the term, the college does not agree that it does not have procedures for determining withdrawal dates of students who withdraw without providing notification. The college was in the process of determining the student's withdrawal date in a timely manner. The student received a grade of F for a class and the instructor for the class had to be notified to determine a last date of attendance. It should also be noted that the student's last date of attendance was beyond the 60 percent point in the term; therefore, neither the student nor the college was required to repay any Title IV funds.

Community College of Denver currently has procedures to ensure that withdrawal dates for students who withdraw without notification are determined within 30 days after the end of the term.

Implementation date: June 2004.

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## Return of Grant Overpayments Requirements

Students are not required to repay grant overpayments that are originally less than \$25 that occur as a result of a withdrawal. (*2002 - 2003 United States Department of Education Federal Student Aid Handbook; Volume 2, Institutional Eligibility and Participation; Chapter 6, Return of Title IV Funds; Dear Colleague Letter GEN-00-24.*)

Adequate procedures are not in place at Pueblo Community College (PCC) to ensure that students are not requested to return grant overpayments that are originally less than \$25. In a sample of 30 students (6 from PCC), 1 student was requested to return a \$3 Pell grant overpayment. PCC requests students to return grant overpayments that are originally less than \$25, which is against regulations.

(CFDA No. 84.063; Federal Pell Grant Program; Special Tests and Provisions.)

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### Recommendation No. 53:

Colorado Community College System should ensure Pueblo Community College (PCC) establishes procedures to ensure that students are not requested to repay grant overpayments that are originally less than \$25.

### Colorado Community College System Response:

Agree. The System will work with the college to ensure compliance with financial aid rules and regulations. Pueblo Community College has already established a procedure to ensure that students are not requested to repay grant overpayments that are originally less than \$25. However, Pueblo Community College would like to point out that although the U.S. Department of Education Handbook for 2002-03 stated that the student does not have to repay grant overpayments of less than \$25, the federal regulation #690.79 stated, "The student is liable for any Federal Pell Grant overpayment made to him or her." The wording on this regulation was changed with the Federal Register of November 2002, which went into effect July 1, 2003, which now states, "A student is not liable for, and the institution is not required to attempt recovery of or refer to the Secretary, a Federal Pell Grant overpayment if the amount of the overpayment is less than \$25 and is not a

remaining balance." The regulation was not changed until July 2003 to comply with U.S. Department of Education guidance.

Implementation date: June 2004.

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## Extended Eligibility Period

Students who owe grant overpayments as a result of withdrawals generally will retain their eligibility for Title IV funds for a maximum of 45 days. The student's eligibility for additional Title IV funds will end if the student fails to take positive action by the 45th day following the date the school sent or was required to send notification to the student. If the student takes no positive action during the 45-day period, the school should report the overpayment to the National Student Loan Data System (NSLDS) immediately after the 45-day period has elapsed. *(2002 - 2003 United States Department of Education Federal Student Aid Handbook; Volume 2, Institutional Eligibility and Participation; Chapter 6, Return of Title IV Funds.)*

Adequate procedures are not in place at Pueblo Community College to ensure that students are allowed this 45-day period of extended eligibility. Students who owe grant overpayments as a result of withdrawals are reported immediately (i.e., prior to the expiration of the 45-day period of extended eligibility) to NSLDS. The students' eligibility for Title IV aid ceases when they are reported to NSLDS. Therefore, they are not receiving the 45-day period of extended eligibility to which they are entitled.

(CFDA Nos. 84.007, 84.032, 84.033, 84.063; Title IV; Special Tests and Provisions.)

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### Recommendation No. 54:

Colorado Community College System should ensure Pueblo Community College establishes procedures to ensure that students are allowed the 45-day period of extended eligibility before they are reported to the National Student Loan Data System if they do not take positive action regarding their grant overpayments during the 45 days.

### Colorado Community College System Response:

Agree. The System will work with the college to ensure compliance with financial aid rules and regulations. Pueblo Community College has already



established a procedure to ensure that students are allowed the 45-day period of extended eligibility before they are reported to the National Student Loan Data System.

Implementation date: June 2004.

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## **Return of Title IV Funds - Withdrawals**

Title IV funds are awarded to a student under the assumption that the student will attend school for the entire period for which the assistance is awarded. When a student withdraws, the student may no longer be eligible for the full amount of Title IV funds that the student was originally scheduled to receive. If a recipient of a Title IV grant or loan fund withdraws from a school after beginning attendance, the amount of Title IV grant or loan assistance earned by the student must be determined. If the amount disbursed to the student is greater than the amount the student earned, unearned funds must be returned. If the amount disbursed to the student is less than the amount the student earned, and for which the student is otherwise eligible, he or she is eligible to receive a post-withdrawal disbursement of the earned aid that was not received.

Adequate procedures are not in place at Arapahoe Community College to ensure that amounts that could have been disbursed are properly accounted for in return of Title IV funds calculations. In a sample of 30 students (4 from ACC), amounts that could have been disbursed were not properly accounted for in a return of Title IV funds calculation for one student. The college included the student's Pell grant in the return of Title IV funds calculation as having been disbursed, but the Pell grant had not actually been disbursed as of the date of the student's withdrawal. The college should have completed a Post-Withdrawal Disbursement Tracking Sheet; instead, it completed a regular return of Title IV funds calculation for this student. The student was entitled to a post-withdrawal disbursement, which would have gone against outstanding charges on the student's account. Instead, the College requested the student to return \$193 to the Pell program, although the student never received a Pell disbursement. ACC indicated that it corrected the calculation and sent the student the post-withdrawal disbursement.

(CFDA No. 84.063; Federal Pell Grant Program; Special Tests and Provisions.)

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## **Recommendation No. 55:**

Colorado Community College System should ensure Arapahoe Community College establishes procedures to ensure that amounts that could have been disbursed are properly accounted for in return of Title IV funds calculations.

### **Colorado Community College System Response:**

Agree. The System will work with the college to ensure compliance with financial aid rules and regulations. Arapahoe Community College has established procedures to ensure that amounts that "could have been disbursed" are properly accounted for in the return of Title IV calculations. A post-withdrawal tracking process has been implemented for return of Title IV calculations effective September 1, 2003.

Implementation date: September 1, 2003.

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## **Cash Management Controls**

Appropriate cash management requires the timely drawing of federal funds to reimburse local funds initially disbursed for federal programs and the timely reconciliation and review of bank statements. The monthly reconciliations are performed for each bank account to ensure transactions are properly posted at the bank and proper balances are reported in the general ledger. Reconciliations should be performed by an individual with an adequate segregation of duties from other cash procedures.

At Trinidad State Junior College (TSJC), the same individual, the Controller, who performs federal cash drawdowns is also responsible for the reconciliation of bank accounts. These reconciliations are not subsequently reviewed by a supervisor. Also, federal drawdowns were not conducted in a timely manner. Federal drawdowns were only conducted three times during the fiscal year. In addition, reconciliations performed by the Controller were not reviewed by a second individual during the year. If federal drawdowns are not conducted timely, local funds that were used for the original disbursements cannot be used for other cash needs or for generating earnings. Additionally, errors may be made in reconciliations, or reconciling items may not be cleared timely to ensure accurate financial reporting. Appropriate cash

management procedures will optimize cash utilization within the TSJC and ensure cash is properly reflected for financial reporting purposes.

(CFDA Nos. 84.007, 84.033, 84.063; Title IV; Cash Management.)

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### **Recommendation No. 56:**

Colorado Community College System should ensure Trinidad State Junior College implements procedures such that cash drawdowns are conducted routinely (i.e., monthly), and that bank reconciliations are reviewed by the appropriate supervisor and documentation of the review is affixed to the reconciliation. The supervisory review should include clerical testing of the reconciliations, as well as follow-up procedures to ensure all unreconciled items are investigated and resolved.

### **Colorado Community College System Response:**

Agree. The System will work with the college to ensure that financial aid rules and regulations will be followed. Trinidad State Junior College will implement procedures including routine cash drawdowns and bank reconciliations reviewed by the appropriate supervisor. Documentation of the review will be affixed to the reconciliation, and unreconciled items will be investigated and resolved.

Implementation date: June 2004.

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## **Agriculture Business Management and Small Business Management Overview**

Students enrolled in the Agriculture Business Management (ABM) and the Small Business Management (SBM) programs may receive funds from the federal government to assist with college costs. To receive federal financial aid, students must meet eligibility requirements established by the U.S. Department of Education. During a performance audit of the *Reporting Student Enrollment in the Agriculture Business and Small Business Management Programs*, we reviewed financial aid files for a random sample of 235 students enrolled in these two programs at Trinidad State Junior College, Morgan Community College, Northeastern Junior College, Otero Junior College, and Lamar Community College. As part of our review, we

determined whether the student's financial aid was disbursed in accordance with federal requirements. On the basis of our calculations regarding the actual amount of educational instruction provided to a sample of ABM and SBM students, we question the amount of federal financial aid provided to students.

During Fiscal Year 2003 the Office of the State Auditor conducted a performance audit on Reporting Student Enrollment at the Agriculture Business Management and the Small Business Management programs. The audit comment below was contained in the *Reporting Student Enrollment in the Agriculture and Small Business Management Programs Performance Audit*, Report No. 1501, dated November 2003.

## Federal Pell Grants

Pell Grants are a primary source of federal financial aid available to students in the ABM and the SBM programs. In Fiscal Year 2002, 107 out of the 235 students in our sample, or 46 percent, received Pell Grants in the amount of approximately \$323,000. Eligibility criteria include that the student has a demonstrated financial need, has earned a high school diploma or a GED certificate, is enrolled as a regular student working toward a degree or certificate, and has complied with satisfactory academic progress standards. Students receive federal financial aid based on the student's Expected Family Contribution (EFC), the cost of attendance, and enrollment status. There are four categories of enrollment status based on the credit hours for which the student enrolls for one academic year: Full-Time (24 credit hours), Three-Quarter Time (18 credit hours), Half-Time (12 credit hours), and Less than Half-Time (less than 12 credit hours).

We identified two concerns regarding the amount of Pell Grant financial aid received by students in the ABM and SBM certificate programs. These include:

- **Overstated Credit Hours.** Students enrolled in the ABM and SBM programs receive Pell Grant assistance on the basis of being enrolled as either a full-time student (24 credit hours), or a three-quarter-time student (18 credit hours). We sampled 76 randomly selected students who were enrolled in either the ABM or SBM certificate program during the fall 2001 and spring 2002 semesters or the spring 2002 and fall 2002 semesters to determine the actual amount of documented instruction provided to these students. On the basis of the documentation for this random sample of students, we found that the individual community colleges are overstating the actual amount of instruction offered and given to students and, therefore, the amount of credit hours provided to the students. Because the amount of instruction offered and provided does not match the credit hours reported, we question the

amount of Pell Grant assistance given to students in the ABM and SBM certificate programs.

Using our calculations for the amount of instruction provided and the Pell Grant award schedules, we believe that the 107 students in our sample receiving Pell Grants for Fiscal Year 2002 should have only received about \$150,000 instead of the \$323,000 they actually received. Federal regulations state that "a Pell overpayment occurs any time the student receives a payment that is greater than the amount for which the student is eligible." Eligibility factors include the number of credit hours for which the student enrolls. According to the U.S. Department of Education, a college must be able to demonstrate that it actually offered the number of hours it claims are in the academic program. We are concerned that because of the difference in the hours actually offered and given by the colleges as opposed to what was advertised to be offered, the U.S. Department of Education may disqualify a portion of the Pell grant assistance given to each ABM and SBM student.

- **Lack of Attendance.** Federal requirements guiding Pell Grant payments state that colleges must be able to document that a student attended at least one day of class for all courses for which he or she received federal financial aid. The regulations allow colleges to determine the methods that can be used to document attendance. Student course attendance can be documented through a variety of methods, such as attendance sheets, one-on-one instruction recorded by instructors, written tests, term papers, quizzes, or student journals recording cooperative self-study hours. If such attendance cannot be documented, the college must recalculate the student's financial aid award based on the lower enrollment status. On the basis of information provided by the colleges, we cannot confirm that all students enrolled in the ABM and the SBM programs attended one class. The colleges do not necessarily maintain attendance records. For example, Morgan Community College reported that no attendance information exists for classroom lectures. Trinidad's main campus and Northeastern have limited attendance records. At Otero Junior College, we identified 21 students who failed to attend a lecture during the fall 2001 semester and 28 who never attended during the spring 2002 semester. For those students who did not attend a lecture, the community college must be able to show the student received one-on-one instruction or performed cooperative education hours. Under federal guidelines, without documentation of attendance, the college may have to repay all federal financial aid received by the ABM or SBM student.

Federal regulations state that any overpayment of Pell Grant assistance to a student, such as when a student never attends class, must be repaid to the

federal government. These required repayments could have a significant financial impact on the community colleges and the Colorado Community College System as a whole. As the governing entity for the community colleges, the System needs to make sure that colleges have documentation to demonstrate that all students enrolled in the ABM or the SBM programs attended at least one class, received one-on-one instruction, or performed cooperative education hours. For those students for whom documentation does not exist, the System must ensure that the required repayment occurs.

(CFDA No. 84.063; Federal Pell Grant Program; Eligibility, Special Tests and Provisions.)

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### **Recommendation No. 57:**

The Colorado Community College System should work with the community colleges and the U.S. Department of Education to evaluate Pell Grant assistance to students in the Agriculture Business Management (ABM) and the Small Business Management (SBM) programs. As part of its evaluation, the System needs to verify that documentation exists to show that students who enrolled in the ABM or SBM program and received federal financial aid attended a lecture class, received one-on-one instruction, or performed cooperative education hours. For those students for whom documentation does not exist, the System needs to work with the community colleges to reimburse the federal government for excess amounts claimed.

### **Colorado Community College System Response:**

Partially agree. The CCCS will work with the colleges, and the U.S. Department of Education, if necessary, to ensure that federal financial aid was awarded and disbursed in compliance with state and federal guidelines. However, we believe that students in the ABM and SBM programs who received federal Pell Grants were awarded correctly, and that reimbursement is, therefore, unwarranted. Nevertheless, we will work with the colleges to ensure that compliance is documented.

Implementation date: January 2004.

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## **Colorado School of Mines**

The Colorado School of Mines was founded on February 9, 1874. The primary emphasis of the Colorado School of Mines is engineering, science education, and research. The School operates under the authority of Article 40, Title 23, C.R.S.

The following comments were prepared by the public accounting firm of BKD, LLP, which performed Fiscal Year 2003 audit work at the Colorado School of Mines.

### **Receipt and Use of Federal Funds**

The Colorado School of Mines (the University) participates in numerous federal grant programs throughout the year. These grants are largely for research and development programs within the University and for student financial aid. Research and development and student financial aid were tested as major programs under the Office of Management and Budget (OMB) Circular A-133 for the fiscal year ended June 30, 2003. During the year that the University had expenditures under these federal grants of \$18.3 million. Our testing noted instances of noncompliance with the requirements of federal grants or OMB Circular A-133 as follows.

### **Improve Subrecipient Monitoring**

In the fiscal year ending June 30, 2003, the University reported on its Schedule of Federal Assistance funds totaling \$4,448,635 passed through to subrecipients in 19 programs.

The requirements set forth in the OMB Circular A-133 provide that pass-through entities (in this case the University) obtain reasonable assurance that federal award information and compliance requirements are identified to subrecipients, subrecipient activities are monitored, subrecipient audit findings are resolved, and the impact of any subrecipient noncompliance on the pass-through entity is evaluated. Also, the pass-through entity should perform procedures to provide reasonable assurance that the subrecipient obtains required audits and takes appropriate corrective action on audit findings. During our testing of research and development grants, we found that the University did not adequately document information about its subrecipient monitoring.

The University designates a principal investigator for each grant, usually a university professor. This investigator is responsible for approving all expenditures submitted by subrecipients and for supervision of the subrecipient. While proper supervision

may be occurring, the University did not have documentation to support the monitoring process. Without the documentation, it is not possible to determine if all federal requirements have been met.

The University should maintain a database that lists all subrecipients. The database should document that the subrecipients have received an OMB Circular A-133 audit and are aware of the guidelines of this regulation. University personnel should then document their review of the audit and respond to any reported findings and questioned costs. If the University does not receive an A-133 audit from the subrecipient, a certification letter should be sent to the subrecipient. The subtitles on the certification letter should include the following: (1) audit not complete, (2) audit complete/no findings, (3) audit complete/related findings, or (4) not subject to audit. The database should also track any other communication or monitoring of the subrecipient by the principal investigator. If a certification letter or A-133 audit is not returned, the subrecipient should be considered not in compliance. If a subrecipient is not in compliance, the principal investigator should be notified. The principal investigator should inform the subrecipients that payments will be withheld until they are in compliance with the regulations.

(See Appendix A, Colorado School of Mines, for listing of applicable CFDA Nos.; Subrecipient Monitoring.)

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### **Recommendation No. 58:**

The Colorado School of Mines should develop subrecipient monitoring documentation policies and procedures to help ensure that subrecipient files are properly maintained and provide documentation for the monitoring that has occurred.

### **Colorado School of Mines Response:**

Agree. Procedures were defined and documented in May of 2003 for collecting the subrecipient financial information, outlining when letters to the subrecipients will be mailed, and defining the response tracking requirements and instructions for the Controller to withhold and suspend payments to subrecipients who fail to respond. Full implementation of the recommendation will occur by the end of Fiscal Year 2004.

Implementation date: June 2004.

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## Proper Close-Out Procedures

During the year ended June 30, 2003, the University completed approximately 100 projects for which it received federal research and development grants. To ensure compliance with applicable laws, regulations, and provisions of each grant, the University documents "close-out" procedures for each project completed. Documentation of close-out procedures includes contractual and financial status checklists and conversation logs between the department receiving the grant and the grantor. Close-out procedures are in place to ensure that additional expenses are not charged to the project after it has been completed. In our testing, 2 of the 20 closed projects tested lacked written documentation of close-out procedures due to an oversight in the grant department. While we did not observe improper expenditures in this grant, there is risk to the University when the policies are not followed.

(See Appendix A, Colorado School of Mines, for listing of applicable CFDA Nos.; Other.)

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### Recommendation No. 59:

The Colorado School of Mines should follow its policies and procedures to help ensure close-out procedures are documented for each project completed to prevent erroneous expenses being charged to these projects and help ensure compliance with applicable laws and regulations.

### Colorado School of Mines Response:

Agree. The Department Director has reviewed the close out procedures with the staff and is confident that the procedures will be followed in the future.

Implementation date: Implemented.

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## Transmissions to the National Student Loan Data System

The University has 1,842 students who received approximately \$8,380,031 in loans under the Federal Family Education Loan (FFEL) program. Under the FFEL

program, the University is required to communicate to lenders and guarantors changes in student status when students graduate, withdraw, or drop out. The University performs the required communication through the National Student Loan Data System (NSLDS). The University transmits all required information to NSLDS, which makes the information available to lenders and guarantors. The transmission to NSLDS for 360 spring graduates did not include final grades for the spring semester; as a result, graduation dates were not included for students that graduated in May 2003. This was due to sending the transmission to NSLDS prior to entering the final grades into the system. The University did retransmit the information once the problem was detected. This is a violation of the provisions of the FFEL program. As a result of NSLDS's not receiving this information, and therefore, the lenders not receiving graduation dates, students that graduated would not have gone into repayment status on their loans at the correct time. The University should determine the cause of the missing information and develop a report review system to ensure all required fields are communicated in the future.

(CFDA No. 84.032; Federal Family Education Loans; Special Tests and Provisions.)

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### **Recommendation No. 60:**

The Colorado School of Mines should develop policies and procedures to help ensure that all communications with the National Student Loan Data System are complete, accurate, and timely.

### **Colorado School of Mines Response:**

Agree. The office is currently under new management, following the hiring of a new Registrar, and controls have been added at the end of the fall 2003 semester to avoid this problem in the future. These controls include requiring that the Registrar review and approve the file prior to submission. The fall 2003 final file was sent on time, with the appropriate information, after grades and degrees were posted.

Implementation date: June 2004.

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## **Student Loan Division**

The Colorado Student Loan Program (CSLP or Student Loan Division or the Division) was created by an act of the Colorado Legislature in June 1979 to assist Colorado residents in meeting expenses incurred in availing themselves of higher education opportunities. CSLP's mission is to provide students with access and choice in higher education by ensuring the availability and value of financing programs.

The following comments were prepared by the public accounting firm of Clifton Gunderson LLP, which performed Fiscal Year 2003 audit work at the Student Loan Division.

### **Under Billings of Default Aversion Fees for Consolidation Loans**

The Colorado Student Loan Program engages in default aversion activities designed to prevent the default on a loan by a borrower. Among other activities, the CSLP's default aversion activities provide collection assistance to the lender on a delinquent loan, including due diligence activities, prior to the loan being legally in a default status. Under the federal Higher Education Act of 1965, Sections 422A and 422B, the CSLP is allowed to bill for default aversion fees (DAFs) to the federal government by transferring these fees from CSLP's Federal Fund to its Operating Fund to be used in the operations of the Division. The fee is based on one percent of the total unpaid principal and accrued interest owed on the loan in cases where the lender requests default aversion assistance.

During our audit of the CSLP for Fiscal Year 2002, we identified duplicate billing errors related to the DAF. As a result of the duplicate billings, excess funds in the amount of \$420,643 were transferred from the Federal Fund and used for the operations of the CSLP. In addition, we identified another problem in which the DAF was not calculated on the principal and interest amounts owed at the time the default claim was filed as it should be, but rather on the current principal and interest amounts at billing. Using incorrect principal and interest amounts in computing the DAF resulted in over-billing \$731 in fees to the Federal Fund. In both instances, the problem areas were corrected and the adjustment to the financial statements was made as of June 30, 2002.

During our audit for Fiscal Year 2003, CSLP identified further billing problems regarding the DAF, which were communicated to the U.S. Department of Education

auditors in June 2003. CSLP tracks some consolidation loans on a stand-alone database while other consolidation loans are tracked on the main system. During Fiscal Year 2003, the CSLP has been in the process of converting all consolidation loans on the stand-alone system onto its mainframe guarantee system. As part of the conversion, the CSLP's Quality Assurance team performed reviews of data from the stand-alone system. During this process, the following errors were identified:

- Eligible loans entering delinquency status prior to system automation for DAF billings in June 2000 were never billed for the fee. This resulted in unbilled DAF charges of \$856,787 on 4,327 loans as of May 2003. In other words, these fees should have been billed to the Federal Fund and transferred to the Operating Fund but were not.
- Refunds or transfers of the DAF fee back to the Federal Fund are made when a default claim is subsequently paid. CSLP identified 442 loans as of May 2003 where DAF refunds totaling \$63,237 were transferred back to the Federal Fund, although the DAF was never originally billed to the Federal Fund.
- Adjustments made to DAF billings by CSLP staff resulted in 22 loans as of May 2003 with \$154,315 in over-billings of DAF fees to the Federal Fund. The adjustments were due to the decimal errors or other data variances and were identified by the CSLP Quality Assurance Team.

As of May 2003 the net effect of these errors identified by CSLP was \$765,709 in DAF billings that should have been billed to the Federal Fund and transferred to the Operating Fund.

The CSLP completed the conversion of consolidation loans from the stand-alone system onto the mainframe guarantee system in August 2003. The CSLP reports that the mainframe guarantee system contains significantly more automation and functionality than was available on the stand-alone system, which should help prevent further errors related to DAF billings. Specifically, the mainframe guarantee system contains a DAF quality assurance system process that reviews all active default aversion requests and cancellations and determines whether or not default aversion fees have been billed previously. If discrepancies are identified, the DAF billing program is not run until the issues are resolved. The CSLP believes that as a result of the reviews performed by the Quality Assurance team, all problems related to the DAF billings on the stand-alone system have been identified and resolved. However, CSLP is currently in the process of still testing the conversion and will need to verify and ensure that the controls put in place within the new mainframe guarantee system are operating as intended.

(CFDA No.84.032; Federal Family Education Loans; Reporting, Special Tests and Provisions.)

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### **Recommendation No. 61:**

The Colorado Student Loan Program (CSLP) should continue to ensure that adequate controls are in place over default aversion fees by ensuring that all data on consolidated loans converted to the mainframe guarantee system are adequately tested to avoid unforeseen problems and impacts on the mainframe system. Additionally, the CSLP should continue to monitor controls established in the mainframe system for default aversion fees and resolve all discrepancies identified.

### **Student Loan Division Response:**

Agree. The CSLP took the following actions:

1. Established a Quality Assurance Team to review all applicable federal statutes, regulations and system specifications to ensure that CSLP's mainframe processes default aversion loans, billings and refunds correctly and in a timely manner.
2. On August 9, 2003, CSLP successfully converted all consolidation loans to the mainframe from an Access database. This effort reduces the likelihood of future errors due to the complexity of having consolidation loans on a separate database.
3. The Quality Assurance Team conducted a thorough review of all consolidation loans eligible, billed and refunded prior to converting the consolidation loans.
4. CSLP IT working with the Quality Assurance Team completed all system changes necessary to ensure that henceforth, CSLP will report all loans, billings and refunds correctly.

CSLP has implemented both weekly and monthly automated Quality Assurance (QA) processes that are completed prior to the actual default aversion billing. These pre-billing processes are designed to identify any and all exceptions to federal statutes or requirements. We have run six weekly QA checks and one monthly check since January 1, 2004. These QA reports

show that the system is now working as intended and that CSLP is properly billing the Federal Government for DAF.

Implementation date: December 2003.

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## Monitoring the Federal Fund

In addition to the errors in default aversion fees (DAF) noted above that resulted in under billings to the Federal Fund of \$765,709 as of June 30, 2003, we also determined that the CSLP had not billed the Federal Fund for DAF due on certain loans since September 2002; these unbilled fees totaled \$765,887 as of the end of Fiscal Year 2003. Therefore, at June 30, 2003, the total fees not billed to the Federal Fund were \$1,531,596. The CSLP staff stated that these fees were not billed to the Federal Fund and transferred into the Operating Fund because the transfer would have caused the CSLP's Federal Fund to fall below its Federal Reserve Requirement. According to Section 428(c)(9)(A) of the federal regulations, the CSLP is required to maintain a reserve in the Federal Fund of 0.25 percent of the unpaid balance of outstanding loans guaranteed by the agency which is reported to the U.S. Department of Education (DE) on September 30 of each year. The Federal Higher Education Act states that if a guaranty agency falls below the required minimum reserve level in any two consecutive years, reimbursement payments for reinsurance will be reduced. For CSLP, this would result in a reduction in federal reimbursements payments on defaulted loans from a current range of 100 percent to 85 percent in the event of default.

In August 2002, CSLP was required to pay \$24,845,989 from the reserves of the Federal Fund to DE as part of Balanced Budget Act of 1997 and the 1998 Reauthorization of Higher Education Act. In addition to the reserved paid to DE, the Federal Fund has recorded a net loss from operations of (\$1,330,901) and (\$1,077,619) for the years ended June 30, 2003 and 2002, respectively.

In an effort to subsidize these losses occurring in the Federal Fund and maintain reserve levels, in September 2003 CSLP management transferred \$1.7 million from the Operating Fund into the Federal Fund. Our calculation at September 30, 2003 found that if this transfer was not made, CSLP would have been below the required reserve by approximately \$250,000. The Higher Education Act of 1965, Section 422B(d)(2) states that a guaranty agency may, at its discretion, transfer funds into the Federal Fund; however, such transfers are irrevocable and therefore cannot be treated as "loans." In October 2003 the CSLP billed the Federal Fund for \$1,777,402 in accumulated DAF (\$1,531,596 due as of June 30, 2003 plus \$245,806 due from

August through October 2003). Therefore, while the CSLP was able to collect the fees due from the Federal Fund, it did so by subsidizing the Federal Fund at the time the measurement of the reserve was required, with operating revenue earned by the Operating Fund. The primary sources of operating revenue for the Operating Fund include CSLP's share of collections on loans and bankruptcies, account maintenance fees, loan processing and other contractual service fees.

CSLP is working to identify alternative plans to ensure that the reserve will be met by September 30, of each year without the subsidy from the operating revenue earned by the Operating Fund. These procedures should ensure that other options, such as charging additional allowable fees or investigation of other solutions, are pursued and implemented in a manner that eliminates or reduces the need for the Operating Fund to support the Federal Fund. Successful implementation of available options would allow the CSLP to transfer the default aversion fees to the Federal Fund on a timely basis. Without changes in the fee structure or other alternatives, CSLP will continue to need to subsidize the Federal Fund.

(CFDA No. 84.032; Federal Family Education Loans; Reporting, Special Tests and Provisions.)

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## **Recommendation No. 62:**

The Colorado Student Loan Program (CSLP) should continue to follow established procedures to monitor the Federal Fund with emphasis on:

- a. Determining the adequacy of funding to maintain required reserves and taking timely action, such as charging other allowable fees and investigating other solutions, to address potential problems by means other than using the Operating Fund to subsidize the Federal Fund.
- b. Contingent upon establishing adequate funding and reserves for the Federal Fund, making transfers of default aversion fees to the Operating Fund as permitted under the federal Higher Education Act.

## **Student Loan Division Response:**

- a. Partially agree. The agency suspended charging the guarantee fee for the Federal Fund in 1999. CSLP was relying on interest earnings on funds already noticed by the federal government as subject to recall to maintain its reserve ratio in the Federal Fund. The decision was not financially

sustainable. Because the Federal Fund revenue did not keep pace with the Fund's expenditures, the agency will continue to subsidize the Federal Fund from the Operating Fund even as allowable fees are charged in the future.

Although the agency is taking timely action to resolve this issue, it does not have exclusive service jurisdiction in Colorado and competes with other guarantee agencies for Colorado business. While CSLP has been successful in the past 18 months in gaining new guarantee customers, the new revenues will not immediately compensate for the past losses.

Implementation date: Charging other allowable fees, July 1, 2004; remaining issues, ongoing.

- b. Disagree. CSLP will continue to monitor its cash position and the long-term obligations of its Federal Fund on a monthly basis. The agency will make the transfers of funds due it as permitted by the Federal Higher Education Act of 1965.

However, current projections forecast a need to subsidize the Federal Fund from Agency Operating Fund revenues for the next several years.

Implementation date: Not applicable.

*Auditor's Addendum: We note that the CSLP has agreed to make the transfers, contingent on the availability of funds.*

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## **Colorado Student Obligation Bond Authority**

The Colorado General Assembly established a student obligation bond program, a post-secondary education expense program, and a college savings program, which are administered by the Colorado Student Obligation Bond Authority (d.b.a. CollegeInvest). The programs assist residents in meeting the expenses incurred in availing themselves of higher education opportunities.



## Special Allowance Payments

The Student Loan Program Funds issue bonds in order to originate and purchase student loans under the Federal Family Education Loan Program (FFEL) reported under CFDA No. 84.032. The FFEL program was created and is managed under Title 34, Chapter VI, Part 682 of the Code of Federal Regulations (CFR). Pursuant to Title 34, CollegeInvest is eligible to receive special allowance payments (SAP) from the Federal Government. CollegeInvest receives special allowance payments on eligible loans for a certain percentage of the average unpaid principal balance of a loan. Loans made from bond proceeds originally issued prior to October 1, 1993 receive a higher percentage of reimbursement for SAP in lower interest rate environments than loans made from bond proceeds issued after that date. This higher level of special allowance payments is referred to as Floor SAP. It is crucial for an entity to track the proceeds available to make loans from bond issues prior to October 1993 so that the entity receives the appropriate reimbursement for SAP from the federal government to which the entity is entitled.

In August 2002, CollegeInvest refunded three series of bonds issued prior to October 1, 1993. CollegeInvest had been receiving Floor SAP on the loans financed from these bonds (the existing loans). CollegeInvest carried over the pre-October 1, 1993, bond characteristics to the 2002 refunding bond series as its proceeds were used to refund pre-October 1, 1993, bonds. The existing loans were not initially transferred to this series. At the time of the refunding, CollegeInvest also used reserves, initially set aside to repay the refunded bonds, to purchase new student loans (the new loans) within the 2002 refunding bond series that assumed the pre-October 1, 1993, characteristics. CollegeInvest billed and collected Floor SAP on the new loans and the existing loans in accordance with the U.S. Department of Education policy. This practice of billing and collecting Floor SAP on both the existing loans and the new loans, although used by some entities, had not been used by CollegeInvest prior to this transaction. CollegeInvest discussed this transaction with third-party consultants at the time of the August 2002 refunding. Written documentation regarding the consultation with third party consultants was not maintained by CollegeInvest. At the time of management's decision regarding this issue, CollegeInvest did not require that decisions of this nature be presented to the Board of Directors for approval. During the year-end calculation of CollegeInvest's excess earnings for Fiscal Year 2003, this practice of billing Floor SAP on the existing loans and the new loans was revisited. Subsequent to the date of the refunding, the United States General Accounting Office recommended that the U.S. Department of Education amend its regulations to disallow this practice. Accordingly, CollegeInvest decided to take a more conservative approach. CollegeInvest modified the transaction by transferring the existing loans, as of the date of the refunding, into the 2002 refunding bond series and retained the Floor SAP collected on these loans. CollegeInvest then transferred

the new student loans, which had previously been issued within the 2002 refunding bond series, to a post-October 1, 1993, bond series and determined that the Floor SAP that had been collected on the new loans would be refunded to the federal government. As a result of this change, CollegeInvest reduced the special allowance payments billed for the quarter ended June 30, 2003, and its receivable from the federal government as of June 30, 2003, by the estimated Floor SAP in the amount of \$766,000.

(CFDA No. 84.032; Federal Family Education Loan Program; Other.)

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### **Recommendation No. 63:**

CollegeInvest should adopt a policy requiring that certain safeguards be in place for changes in interpretations of the federal regulations prior to implementation. The policy should include:

- a. Requiring that adequate research be performed and written documentation obtained such as opinions from third-party consultants to support the interpretation.
- b. Obtaining formal documented approval from management and the Board of Directors on new interpretations and procedures.

### **CollegeInvest Response:**

Partially agree. CollegeInvest does formal research and follows recommendations from industry experts, including bond counsel, underwriters, and financial advisors. It will formally document that research in the future.

However, CollegeInvest and the Board believe that the appropriate support and discussion occurred in conjunction with both the initial decision and the subsequent decision to change how Floor SAP was handled. Material changes in facts and circumstances occurred after the initial decision had been made that caused the organization to revisit its initial decision. The refunding of the Floor SAP was a result of a philosophical change in how CollegeInvest believed it should bill for these loans, and not as a result of a dispute over the appropriateness of such billing.

Implementation date: February 2004.

*Auditor's Addendum:*

*As described in the narrative, CollegeInvest did not discuss the initial decision with the Board of Directors, even though this was a departure from the way CollegeInvest had previously billed and collected Floor SAP on existing and new loans. CollegeInvest should obtain formal documented approval from management and the Board of Directors for departures that can result in a change from \$766,000.*

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## **Bond Identification Numbers**

CollegeInvest utilizes Nelnet and the Colorado Student Loan Program (CSLP), third party servicers, to process student loan transactions. Each student loan issued is assigned a bond identification number (Bond ID) which corresponds to a particular bond issue. These Bond IDs are used by the third party servicers to “group” loans for purposes of determining the special allowance payments (SAP). On January 1, 2002, Nelnet implemented a new servicing system. In April 2002, CollegeInvest reviewed all of the Bond IDs established and determined that one particular Bond ID was incorrect and requested a change. The change was authorized verbally by an employee of CollegeInvest without a higher level of approval for the changes. The change resulted in a lower rate of SAP being collected by CollegeInvest on the changed Bond ID. During CollegeInvest’s annual review of Bond IDs, it was discovered that the change requested by CollegeInvest in April 2002 to the Bond ID was not correct. CollegeInvest has requested the correction be made in both Nelnet and CSLP’s systems to retroactively correct the misclassification. CollegeInvest calculated the additional amount that should have been received from the federal government at \$450,000. Approximately \$33,000 is attributable to the fiscal year ended June 30, 2002. The remaining \$417,000 is attributable to the fiscal year ended June 30, 2003. As a result, at June 30, 2003, CollegeInvest increased the receivable from the federal government for special allowance and interest benefit payments by \$450,000.

(CFDA No. 84.032; Federal Family Education Loan Program; Other.)

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### **Recommendation No. 64:**

CollegeInvest should strengthen internal controls and minimize the risk of errors by implementing a policy that requires changes/transfers of groups of loans within each of the existing bond indentures or any new Bond IDs created or changed be in writing

and approved at a higher level within management than the employee requesting the change.

**CollegeInvest Response:**

Agree. Compensating controls were in place and identified this problem. However, CollegeInvest will implement a written policy that requires any changes, transfers, or additions of bond IDs to be in writing and approved by a higher level within management than the employee requesting the change. A template of proper Bond ID treatment will be created and utilized to document the proper treatment of Bond IDs. CollegeInvest will obtain written documentation from the Servicer that they are treating Bond IDs in accordance with CollegeInvest's directions.

Implementation date: February 2004.

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# Department of Human Services

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## Introduction

The Department of Human Services is responsible, by statute, for managing, administering, overseeing, and delivering human services in the State. While many of these services are provided through county departments of social services, the Department is also responsible for the direct operation of a number of facilities that provide direct services, including mental health institutes, nursing homes, and youth corrections. Please refer to the introduction in the Department of Human Services chapter within the Financial Statement Findings section for additional background information.

## TANF Program Fraud and Abuse Standards

In 1996 Public Law 104-193, the Personal Responsibility and Work Opportunity Reconciliation Act (PRWORA), established federal welfare reform requirements and created the Temporary Assistance for Needy Families (TANF) program. In July 1997 the Department of Human Services (DHS) implemented TANF in Colorado as the "Colorado Works" program.

In Fiscal Year 2003 the Department expended \$202 million in federal financial assistance and state general funds for the TANF program. The TANF program is overseen by the Department's Office of Self-Sufficiency and administered locally by the county departments of social services. Each county is responsible for maintaining and following its own Department-approved county plan outlining TANF policies and procedures. According to Department policies, each county is also required to establish and maintain standards and procedures to safeguard against program fraud and abuse.

The Department is responsible to the U.S. Department of Health and Human Services for ensuring that the State as a whole properly administers the TANF program and meets federal requirements. Because of the level of responsibility vested with the counties, the Department must monitor county activities, including fraud policies and procedures, in order to meet its responsibilities.

As part of our Fiscal Year 2003 audit, we reviewed the Department's supervision and administration of the TANF/Colorado Works program. We found that the Department's controls over possible fraud and abuse at the counties within the TANF program are lacking. Specifically, we noted that as of the end of our audit testwork, the Department had not received fraud policies and procedures for 35 of 64 counties, or 55 percent.

We noted similar problems during our Fiscal Year 2001 audit. Specifically, we recommended that the Department require counties to submit standards and procedures to safeguard against program fraud and abuse within a specified time period and review the standards and procedures for compliance to the State Plan. While the Department agreed with our recommendation and indicated it would give guidance to counties concerning standards and procedures to ensure against program fraud and abuse and require them to submit county-specific measures, our findings during our Fiscal Year 2003 audit, as stated above, indicate the Department has not ensured that all counties have established fraud standards and procedures.

The lack of established procedures and monitoring for fraud and abuse is a serious concern. Under the Colorado Works program, counties have been given the authority and responsibility for handling their own fraud cases, and the Department has only limited information on these cases. In addition, county personnel have considerable discretion in the types of payments that can be made to beneficiaries under the program. Without an effective fraud and abuse prevention program in place at the county level, the Department cannot ensure that counties have the necessary policies and procedures in place to monitor the activities of program personnel with regard to the appropriate use of TANF funds. Thus, the Department should ensure all counties establish policies and procedures to safeguard against fraud and abuse. One way the Department could facilitate this requirement is to incorporate the establishment of county fraud policies and procedures into the existing requirement for counties to submit annual TANF plans. The Department must also monitor the counties' compliance with the establishment of fraud procedures during the Department's site visits.

(CFDA No. 93.558; Temporary Assistance for Needy Families; Subrecipient Monitoring.)

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### **Recommendation No. 65:**

The Department of Human Services should ensure that adequate controls over fraud and abuse in the TANF program are in place at the counties by:

- a. Requiring counties to annually submit policies and procedures to safeguard against program fraud and abuse by a specified date.
- b. Reviewing these standards and procedures for compliance to the State Plan and providing timely feedback to the counties as needed.
- c. Monitoring for counties' compliance with the policies and procedures during on-site visits to counties.

### **Department of Human Services Response:**

Agree. As of December 30, 2003, the Department has received all 64 county fraud policies and are in the process of reviewing them. We will ask for these on an annual fiscal year basis. Once received, we will review them for compliance to the State Plan and provide appropriate feedback to counties as needed. Additionally, as part of our ongoing onsite county program review process, we will monitor counties' implementation of these policies and also provide appropriate feedback.

Implementation date: June 30, 2004.

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## **Adoption Assistance Program Reviews**

In Fiscal Year 2003 the Department of Human Services expended approximately \$35 million for the operation of the Adoption Assistance program. The Department receives Adoption Assistance funds, which are governed by Title IV-E of the Social Security Act, from the U.S. Department of Health and Human Services' (HHS) Administration for Child and Families division. The purpose of the program is to provide financial assistance through adoption subsidy payments to families who adopt children with special needs. Children with special needs may include the following:

- A child aged seven or older.
- A child who is physically or mentally disabled.
- A child who is a member of a minority group.
- Infants diagnosed with Human Immunodeficiency Virus (HIV).

The Adoption Assistance program is overseen by the Department's Division of Child Welfare Services within its Office of Child and Family Services and is administered locally by the county departments of social services.



The Department is responsible to HHS for ensuring that the Adoption Assistance program is properly administered and meets federal requirements. Because of the level of responsibility vested with the counties, the Department must monitor county activities in order to meet its responsibilities. The Department's current county monitoring process was implemented as a result of an audit recommendation from our Fiscal Year 1999 audit. The Department's process for monitoring adoption subsidies is to randomly select a sample of cases currently receiving a subsidy payment and determine if the issuing county's process is in accordance with state and federal regulations. If persistent errors are found, the county is responsible for preparing a corrective action plan and the Department has the ability to issue fiscal sanctions.

We found that the Department is not conducting its county reviews in a timely manner. For example, we identified problems with five of the six county reviews included in our sample. Specifically:

- C For five counties, the Department did not provide feedback to the county until four months after the review was conducted. Although the five reviews were conducted in April 2003, the counties were not provided a listing of deficiencies noted until August 2003. Deficiencies noted by the Department included missing documentation of annual subsidy reviews. Counties are required to conduct annual subsidy reviews to ensure payment amounts are accurate. Without documentation that these reviews have been performed, counties cannot ensure that payment amounts are appropriate or that over- or underpayments have not been made.
- C For three counties, outstanding issues were not resolved until September 2003, or five months after the initial review. We also noted that follow-up was conducted by the Department only after we requested additional information on the resolution of outstanding issues identified in the reviews.

According to Department staff, all 26 county reviews scheduled for Fiscal Year 2003 began in April 2003. The Department selected a total of 80 case files for review from the 26 counties. Based on Department staff members' estimate of the time required to review each case file, the 80 cases selected for review beginning in April 2003 should have been reviewed in about 80 hours and completed by June 2003. However, as noted, five of six counties we selected for review did not receive feedback until August 2003. This is especially disconcerting because for two of the counties reviewed, the Department had selected only three cases and one case, respectively, for examination.

We believe that by performing scheduled reviews throughout the year on a quarterly basis, rather than beginning all reviews within the same month, staff will be able to perform program reviews in a more timely manner. For example, staff within the

Foster Care program, which is also administered by the Department, conduct reviews on an ongoing basis throughout the fiscal year. By implementing a more timely, periodic review process, the Department can ensure that Adoption Assistance issues are addressed and resolved by counties more quickly.

(CFDA No. 93.569; Adoption Assistance; Subrecipient Monitoring.)

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### **Recommendation No. 66:**

The Department of Human Services should improve its oversight of the Adoption Assistance program by:

- a. Scheduling and performing reviews throughout the fiscal year.
- b. Establishing a set time frame for furnishing feedback to the counties.
- c. Providing timely feedback to counties of issues identified in program reviews.

### **Department of Human Services Response:**

Agree. The Division of Child Welfare Services has developed a schedule for performing future reviews throughout the fiscal year. The review schedule is set for a February 2004 implementation. The Division has revised its planning schedule to identify in December of each year the county departments to be reviewed in the next calendar year and by January of each year the schedule is developed and made available to county departments. The Division has set a goal of furnishing written feedback concerning reviews within six weeks from the end of the review. The State may provide county departments a 15-calendar day extension when appropriate to complete documentation to close out the review, which could change the final report date.

Implementation date: January 2004.

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## **Child Support Enforcement Overview**

According to July 2002 figures from the Division of Child Support Enforcement (Division) within the Department of Human Services, there are approximately 2,400 inmates who are required to pay child support. Of this number, approximately 1,500

were more than 45 days delinquent at that time. Their cases required enforcement action by the State. The Division is responsible for ensuring that all noncustodial parents meet their child support obligations, including inmates. The Division has authorized the individual counties to administer the child support enforcement program.

It is the State's policy to instill personal responsibility in parents owing child support. The legislative declaration in the Colorado Child Support Enforcement Act, at Section 26-13-102, C.R.S., provides as follows:

The purposes of this article are to provide for enforcing the support obligations owed by absent parents, to locate absent parents, to establish parentage, to establish and modify child support obligations, and to obtain support in cooperation with the federal government pursuant to Title IV-D of the federal "Social Security Act," as amended, and other applicable federal regulations.

Pursuant to this legislative declaration, Child Support Enforcement has a policy of enforcing regular child support payments even at very low dollar levels in order to promote personal responsibility among noncustodial parents.

During Fiscal Year 2003 the Office of the State Auditor conducted a performance audit of Inmate Restitution and Child Support. The audit comments below were contained in the *Inmate Restitution and Child Support Performance Audit*, Report No. 1477, dated March 2003.

The Department of Corrections (Corrections) establishes and maintains an account for all funds belonging to each inmate in a prison facility. Deposits into inmate accounts come from a variety of sources, including pay earned for attending educational classes or working for either the correctional facility or Correctional Industries, proceeds from the sale of hobby items, receipt of tax refunds, and money sent from family and friends. The Executive Director of the Department of Corrections has the statutory authority to assess an inmate's ability to pay court-ordered restitution or child support. Corrections may deduct a portion of deposits into an inmate's account for purposes of paying such obligations. According to Section 16-18.5-106(2), C.R.S., no less than "twenty percent of all deposits into an inmate's bank account, including deposits for inmate pay, shall be deducted and paid toward any outstanding order from a criminal case or for child support." Corrections' Administrative Regulations exempt indigent inmates from the mandatory 20 percent deduction. Indigent inmates are those who are medically incapable of working or those who have insufficient funds (e.g., deposits of less than \$7.60 per month and account balances of less than \$10 for the previous 30 days).

In order for counties to collect child support from an inmate incarcerated in a correctional facility, the county must send an Administrative Lien and Attachment (lien) to Corrections. The lien authorizes Corrections to subtract the mandatory deduction from every deposit into an inmate's account to pay child support obligations. Once a month, Corrections sends the child support payments directly to the Family Support Registry. The Family Support Registry processes the payments, which are then sent either to the individual counties to cover previous public assistance payments or directly to the custodial parent or legal guardian. If an inmate owes money on more than one child support order, the money withheld by Corrections for child support is split between the different orders. Therefore, if an inmate owes both restitution and child support, only 10 percent of the mandatory 20 percent deduction will be split between the multiple child support orders.

## **Automatic Issuance of Administrative Liens for Child Support**

The Colorado General Assembly passed legislation in 2000 allowing the collection of child support from inmates using an administrative lien. Pursuant to its statutory authority, the Division of Child Support Enforcement delegated the issuance of liens to the county child support enforcement offices. We found that the centralized issuance of administrative liens by the Division may be a more effective method of enforcement.

In the fall of 2001, the Division implemented a statewide process that encourages the counties to issue administrative liens for all incarcerated noncustodial parents. Legally, the Department of Corrections must receive a lien before it can deduct child support payments from deposits to an inmate's bank account. While counties have made some progress in increasing collections since the introduction of this new enforcement method, we found that counties do not always issue liens in a timely manner.

As part of our audit work, we obtained information from 10 counties to determine their use of the administrative lien process. We found that some counties were inconsistently issuing liens, while others were taking several months to issue the liens. From these counties, we selected a sample of 82 inmates on the February 2002 datamatch who had been ordered to pay child support but were listed as not currently paying. We found that counties had not issued liens on 71 of the inmates in our sample, or close to 87 percent. The reason for the low rate of issuing administrative liens appears to be the counties' concern that the costs of recovery exceed the benefits. According to Corrections staff, on average, inmates receive \$84 per month in deposits and are incarcerated for approximately 24 months. Based on this information, the mandatory 20 percent deduction from all deposits would generate

approximately \$400 per inmate over the two-year period. If the inmate owed only child support, this entire amount would go to child support. If the inmate owed both child support and restitution, just over \$200 would go to child support.

The Division of Child Support Enforcement and the counties also informed us that a core part of their mission is to teach noncustodial parents to provide financial support to their children regardless of the actual amount paid. Even if an administrative lien generates a small amount of money, it reinforces personal responsibility. All of the agencies involved in the child support collections process recognize the importance of reinforcing accountability among noncustodial parents through regular payments. According to the Division, regular payments, however small, can build a sense of long-term commitment, which may lead to increased dollar collections in the future when inmates are out of prison and employed.

In addition, while the amounts in individual cases may be small, in the aggregate the dollars involved are significant. For the almost 1,500 inmates categorized as not paying on the July 2002 datamatch, the counties have the potential to collect a total of between \$302,000 if the inmates owe both restitution and child support and \$605,000 if the inmates owe only child support (24 months average incarceration).

Even when counties choose to issue liens, there is sometimes a delay of several months between the time the county is notified that the noncustodial parent is incarcerated and the issuance of the lien. This reduces the amount of child support that can be collected from the inmate. A routine delay of four months in issuing liens on delinquent inmates potentially costs needy families and the State an average of between \$50,400 and \$100,800 in lost child support payments from the 1,500 inmates categorized as nonpaying.

The counties and the Division expressed legitimate concerns about the cost of administering collections for small dollar amounts on many inmate child support payments. Centralizing the issuance of the administrative liens at the state level could be a cost-effective solution that would increase timely collection of child support payments from incarcerated noncustodial parents. The Division already uses a centralized process to issue administrative liens within 10 days against workers' compensation benefits claimed by noncustodial parents owing child support. Centralized issuance of liens against workers' compensation benefits results in early collection of child support payments. Having the Division of Child Support Enforcement automatically issue the liens for inmates based on quarterly data matching from Corrections will ensure that inmate deposits are subject to the mandatory child support deductions earlier. The Division supports the implementation of automatic issuance of administrative liens against incarcerated noncustodial parents and reports that it has placed the necessary system reprogramming on its "should do" list at a cost of \$51,000.

During our review of administrative liens, we noted unusual fluctuations in the inmate child support delinquency classifications on the February 2002 and July 2002 datamatches. For example on the February 2002 datamatch, we found a total of 1,800 inmates who owed child support. Approximately 1,000 of these inmates had not made a payment in 45 days and were therefore delinquent. The July 2002 datamatch listed a total of 2,400 inmates who owed child support with 1,500 categorized as not paying for at least 45 days. We brought this to the attention of Division staff who informed us that they would review the data and reporting procedures to determine if there are any data or classification problems.

(CFDA No. 93.563; Child Support Enforcement; Other.)

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### **Recommendation No. 67:**

The Division of Child Support Enforcement should develop policies and procedures regarding the automatic issuance of administrative liens for all incarcerated noncustodial parents with a child support order.

#### **Division of Child Support Enforcement Response:**

Agree. The Division of Child Support Enforcement has scheduled the development and implementation of an automated administrative lien to the Department of Corrections effective December 31, 2003.

Implementation date: December 31, 2003.

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## **Premature Closure of Child Support Cases**

State and federal rules allow counties to close child support cases under certain circumstances. Allowable reasons for closing a case are when the noncustodial parent is institutionalized in a psychiatric facility, is incarcerated with no chance of parole, or has a medically verified permanent disability. However, prior to closing a case for any of these reasons, the county must also determine that the noncustodial parent has no income or assets that can be used to pay child support. We examined a sample of closed cases involving incarcerated noncustodial parents to determine if the counties are complying with state and federal rules for case closure. We found that counties are closing cases simply because the noncustodial parent is an inmate. Seven of the ten counties we visited close child support cases solely on the basis of inmate status. This violates both state and federal rules and results in lost child support collections.

The Division of Child Support Enforcement has been aware of problems with case closure for some time. In April 2002 the Division conducted a federally required self-evaluation of child support operations during the period October 2000 through October 2001. The evaluation found unacceptable rates of case closure, in part caused by inmate cases. In addition, Division staff reported that counties were informed in November 2001 that cases involving incarcerated noncustodial parents could not be closed unless Corrections certifies that the inmate has no income or assets. The counties were provided this information orally in meetings with county staff and in writing through the issuance of a formal lien-implementation tool kit sent to all counties. Corrections representatives indicated that few county representatives have requested such certification. Corrections staff noted that an inmate's indigent status can change on a monthly basis and that they have few inmates who are permanently indigent. In addition, our review of inmate account records for a sample of 155 inmates who owed child support revealed that only one of these inmates was indigent, or without any income or assets, for the entire four-month period.

In order to ensure that counties comply with state and federal rules for case closure, the Division of Child Support Enforcement should develop a system to actively monitor case closures. Since counties were notified to stop closing cases involving incarcerated noncustodial parents in November 2001, the Division needs to have its Monitoring Unit review all cases of currently incarcerated noncustodial parents including those closed since December 2001. All child support cases that were closed inappropriately need to be reopened and, if appropriate, an administrative lien issued. Finally, the Division of Child Support Enforcement needs to take steps to ensure that, in the future, counties do not inappropriately close cases involving inmates.

(CFDA No. 93.563; Child Support Enforcement; Other.)

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### **Recommendation No. 68:**

The Division of Child Support Enforcement should develop a system to actively monitor case closures by:

- a. Developing a method to review closed cases involving incarcerated noncustodial parents on a continual basis.
- b. Requiring its Monitoring Unit to review closed child support cases involving an incarcerated noncustodial parent.
- c. Reopening any improperly closed cases immediately and ensure an administrative lien is issued, if appropriate.

- d. Providing additional training to ensure that all counties are aware of the case closure requirements for cases with incarcerated noncustodial parents.
- e. Taking steps to ensure counties comply with state and federal rules regarding case closures for incarcerated noncustodial parents.

### **Division of Child Support Enforcement Response:**

- a. and b.: Agree. By June 2003 the Division will develop a report that identifies currently incarcerated obligors with a Title IV-D case that has been closed since December 2001. These cases will be reviewed by the Division to determine if the case was closed inappropriately. If the case was closed inappropriately, the county child support unit will be notified to reopen the case and take the appropriate action. This procedure will be completed quarterly.

Implementation date: June 2003.

- c. Agree. As described above, the county child support office will be notified to open a child support case if closed inappropriately.

Implementation date: June 2003.

- d. Agree. The Division will provide training by December 31, 2003, to county child support enforcement staff on case closure with special emphasis on criteria that must be met in order to close cases when the obligor is currently incarcerated.

Implementation date: December 31, 2003.

- e. Agree. The Division will continue to review closed cases to ensure compliance with federal and state rules regarding case closure.

Implementation date: June 2003.

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## State and Veterans Nursing Homes Overview

The Division of State and Veterans Nursing Homes (Division) in the Department of Human Services was established in the mid-1980s to oversee state-owned nursing homes. The Division currently oversees six nursing homes and one domiciliary that provide skilled nursing and domiciliary care primarily to honorably discharged veterans and their spouses, widows, and, in some instances, parents of deceased veterans. These facilities are located at the Fitzsimons site in Denver and in Florence, Homelake (nursing home and domiciliary), Rifle, Trinidad, and Walsenburg. Under statutes, the Division is responsible for overseeing all six facilities. Five of the homes are operated directly by the Division; the Walsenburg Home is operated by the Huerfano County Hospital District under contract with the Department of Human Services. Five of the facilities - Fitzsimons, Florence, Homelake, Rifle, and Walsenburg - currently participate in the U.S. Department of Veterans Affairs (VA) state home program to provide skilled nursing care to eligible veterans. In the case of the Trinidad Home, the Division has not sought VA certification and the home has always been open to all qualifying residents of Colorado.

The following comments were prepared by the public accounting firm of Clifton Gunderson LLP, which performed audit work at the Department of Human Services. The comments were contained in the *Colorado Department of Human Services, State and Veterans Nursing Homes Performance Audit*, Report No. 1514, dated October 2003.

### Federal Reimbursement

During our review we determined that the Division of State and Veterans Nursing Homes implemented a policy change regarding how VA per diem payments are treated with respect to the Medicaid program. This change and its impact are discussed below. While this change has resulted in increased revenue to the five state veterans homes, we are concerned that it may not be in compliance with federal requirements.

Revenue for the state and veterans nursing homes is generated primarily through payments received from private pay patients, Medicaid, the VA per diem program, and various pensions received by patients. Overall Medicaid occupancy averaged 54 percent of the patient population for Fiscal Years 2000 through 2002 for all of the homes. For the four homes certified by VA during that period, the overall Medicaid

occupancy averaged 44 percent and veteran occupancy averaged 89 percent of patient population over this three-year period.

As of Fiscal Year 2003, five of the homes (Rifle, Florence, Homelake, Fitzsimons, and Walsenburg) are VA-certified. According to federal regulations, in order to be certified by the VA, the nursing home must: (a) send a request for recognition and certification to the VA Undersecretary of Health; (b) allow VA to survey the facility; and (c) upon request from the director of the VA medical center of jurisdiction, submit documentation related to the payment of the VA per diem. The survey, as necessary, covers all parts of the facility and includes a review and audit of all records of the facility that have a bearing on compliance with VA requirements.

VA-certified facilities are eligible to receive a daily per diem for eligible veterans in accordance with federal law. VA per diem rates for the past three federal fiscal years are documented in Table 1.

<b>Table 1. State and Veterans Nursing Homes VA Per Diem Rates Federal Fiscal Years 2001 Through 2003</b>		
<b>Federal Fiscal Year</b>	<b>Effective Dates</b>	<b>VA Daily Per Diem</b>
2001	10/1/00 - 9/30/01	\$51.58
2002	10/1/01 - 9/30/02	\$53.17
2003	10/1/02 - 9/30/03	\$56.24

**Source:** U.S. Department of Veterans Affairs.

Prior to December 2001 the State's VA-certified facilities subtracted the VA per diem from monthly billings to the Medicaid program on behalf of qualifying patients. Thus, the VA per diem rate was treated as a third-party payment and reduced the amount paid by the Medicaid program to the homes. As of December 1, 2001, a change in the Medicaid billing process related to the VA per diem was implemented by the homes at the Division's direction. Specifically, the Division's documented policy instructed the homes not to subtract the VA per diem from Medicaid billings. Effectively, the change resulted in the homes' receiving reimbursement of the full Medicaid daily rate in addition to the daily VA per diem. Additionally, as a result of this change, it appears that in some cases the Department may have received more than its published daily semi-private room rate for Medicaid-eligible, veteran patients. For example, during Fiscal Year 2003, the Rifle Home would have received \$175 from a private-pay resident in a semi-private room, but the Home would have received \$214.74 for a Medicaid-eligible veteran during the same time period (\$158.50 Medicaid rate plus \$56.24 VA per diem), or almost \$40 more. Table 2

shows the semi-private room rate charged to self-pay residents by each VA-certified home during Fiscal Year 2003 compared with amounts received from Medicaid and VA per diem payments for Medicaid-eligible, veteran patients on a per patient day basis under the homes' revised billing process. As shown, for all homes except Fitzsimons, Medicaid and VA payments received on behalf of each qualifying patient exceeded the semi-private room rate charged by the homes.

**Table 2. State and Veterans Nursing Homes<sup>1</sup>  
Daily Semi-Private Room Rate vs. Daily Rate for Medicaid-Eligible  
Veteran Patients  
Fiscal Year 2003**

<b>Nursing Home</b>	<b>Semi-Private Room Rate</b>	<b>Medicaid Room Rate Plus VA Per Diem</b>	<b>Medicaid and VA Over/(Under) Semi-Private Rate</b>
Fitzsimons	\$219.00	\$187.22	(\$31.78)
Florence	\$162.00	\$189.15	\$27.15
Homelake	\$146.00	\$191.70	\$45.70
Rifle	\$175.00	\$214.74	\$39.74
Walsenburg	\$151.00	\$188.42	\$37.22

Source: Auditor analysis of rate information provided by the Department of Human Services and federal Department of Veterans Affairs.

<sup>1</sup> The Trinidad Home is not included in this analysis because it is not a VA-certified facility.

<sup>2</sup> This analysis reflects the VA per diem rate of \$56.24 per day in place for Federal Fiscal Year 2003 and the specific Medicaid rate for Fiscal Year 2003 for each facility. The Medicaid rates ranged from \$130.98 to \$158.50 per day.

As part of our audit, we contacted several sources to determine whether the Division's handling of the VA per diem was allowable under federal Medicaid regulations. The Department of Health Care Policy and Financing, the state agency charged with administering the Colorado Medicaid program, and the federal Centers for Medicare and Medicaid Services Regional Office verbally indicated that the Division's decision to no longer treat VA per diem payments as third-party payments under the Medicaid program is not consistent with federal regulations. In addition, a state supreme court decision in the State of Montana (June 2002) and a state appeals process in Virginia (October 2002) have affirmed that the VA per diem should be considered as a third-party payment and offset against the Medicaid liability. Federal law states that state Medicaid agencies are required to "take all

reasonable measures to ascertain the legal liability of third parties...to pay for care and services available under the [state's Medicaid] plan." Federal regulations define a third party as "any individual, entity or program that is or may be liable to pay all or part of the expenditure for medical assistance furnished under a State plan."

The Department of Human Services has represented in the past that Medicaid billings would continue to be offset by VA per diem payments. For example, planning documents prepared for the Fitzsimons facility indicate that the State would benefit from the introduction of a VA-certified state veterans nursing home because Medicaid billings, which include a 50 percent general fund match, would be partially offset by funding received through the VA per diem, which is entirely funded by federal monies.

To support its policy change, the Division reports that it determined that the VA per diem under the federal state home program is a daily operating grant to the homes and, therefore, is considered to be a contribution toward the operation of the facility and its mission. The Department of Human Services appears to have relied, in part, on a 1994 administrative decision from the state of California for its policy change. This settlement decision made by the California Department of Health Services found that VA per diem payments constituted aid provided by the federal government to state veterans homes that provide care for veterans and, therefore, should not be categorized as third-party resources available to veteran beneficiaries. As such, the Division believes that the per diem should not be considered a benefit payable on behalf of an individual veteran. However, for private pay veterans — in other words, those patients not eligible for Medicaid — we noted that the Division continues to instruct its facilities to deduct the VA per diem from the home's daily billing rate and bill these residents for only the net amount. Thus, Medicaid-eligible veterans and private pay veterans are treated differently in how the VA per diem payment is applied.

The Division's change in policy for the handling of the VA per diem payments resulted in potential Medicaid overpayments equal to all VA per diem payments received for Medicaid-eligible veterans since the change was implemented. We have not analyzed individual Medicaid billings or VA reimbursements for each patient. However, based on our review of Medicaid and veteran census data for each of the VA-certified homes, we estimate that Medicaid potential overpayments, or questioned costs, could total approximately \$1.3 million and \$2.8 million for Fiscal Years 2002 and 2003, respectively, or a total of \$4.1 million for both years (\$2.05 million each in state general funds and federal funds). On the basis of our estimate, we have shown the split of the potential impact between state general funds and federal funds in Table 3.

<b>Table 3. State and Veterans Nursing Homes Estimated General Fund and Federal Fund Impact of Billing Change Related to VA Per Diem Payments Fiscal Years 2002 and 2003<sup>1</sup></b>			
	<b>General Fund Impact</b>	<b>Federal Fund Impact</b>	<b>Total Impact</b>
Fiscal Year 2002	\$650,000	\$650,000	\$1,300,000
Fiscal Year 2003	\$1,400,000	\$1,400,000	\$2,800,000
Total	\$2,050,000	\$2,050,000	\$4,100,000
<b>Source:</b> Census information provided by each state and veterans nursing home; VA per diems per Federal Register.			
<sup>1</sup> Fiscal Year 2002 and Fiscal Year 2003 amounts were calculated using Medicaid, veteran patient days multiplied by the VA per diem rate in effect at the time.			

The homes have always received Medicaid payments because they have served Medicaid-eligible veterans. However, the Division's new treatment of VA payments is likely the primary reason for the significant increase in Medicaid payments to these homes during Fiscal Years 2002 and 2003 compared with prior years. Overall, Medicaid revenue to the VA-certified homes increased from \$6.2 million in Fiscal Year 2001 to \$7.5 million and \$9.6 million in Fiscal Years 2002 and 2003, respectively, or 55 percent over the time period. The increase in Medicaid payments also means that there has been a substantial increase in general funds provided to the homes, since the State shares the cost of the Colorado Medicaid program equally with the federal government. Although the Department anticipated that the policy change would result in significant increased Medicaid revenue to the homes, the Department did not provide any documentation to us that the new policy was approved by either the state or federal Medicaid agency.

We believe the Department should work with the federal Centers for Medicare and Medicaid Services to determine if its current policy of not offsetting Medicaid billings with the VA per diem is appropriate and allowable. Under the existing practice, the amount of questioned costs owed to the federal government continues to accumulate on a daily basis. If it is determined that the Department's current Medicaid billing practice is unallowable under the federal Medicaid program, the Department should also work with the Department of Health Care Policy and Financing (HCPF) to determine the appropriate steps for identifying and reporting the amount of Medicaid program overpayments. Reverting to the previous practice of offsetting Medicaid billings with VA per diem payments will cause the homes to

realize less Medicaid revenue than anticipated under the current policy; thus, the Division must review and make appropriate revisions to its current and future budgets to reflect the expected reduction in Medicaid revenue and to anticipate funding necessary to repay the Medicaid overpayments.

The Department must also review the effect of the current VA per diem policy on Medicaid residents and non-Medicaid, private-pay residents and ensure that inconsistencies are eliminated through policy changes. Specifically, the Department should not collect a higher payment from a Medicaid veteran than from a non-Medicaid veteran. Further, the Department should implement a formal procedure for conferring with HCPF on any Medicaid billing changes to determine whether the change is in accordance with state and federal Medicaid laws and regulations. The Department should submit proposed changes in writing to HCPF for its review and approval prior to implementing the change.

(CFDA Nos. 93.777 and 93.778; Medicaid; Activities Allowed or Unallowed, Allowable Costs/Cost Principles.)

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### **Recommendation No. 69:**

The Department of Human Services should work with the federal Centers for Medicare and Medicaid Services to determine if its current Medicaid billing policy in relation to VA per diem payments is appropriate and allowable. If determined unallowable, the Department should work with the Department of Health Care Policy and Financing to determine the appropriate steps for identifying and reporting all resulting Medicaid program overpayments since the inception of the revised policy as of December 2001.

### **Department of Human Services Response:**

Agree. The Division will communicate with the federal Centers for Medicare and Medicaid, along with the federal Department of Veterans Affairs to determine if its current Medicaid billing policy in relation to VA per diem operating grant payments is appropriate and allowable. The Department of Human Services will work with the Department of Health Care Policy and Financing and the Office of the State Auditor on an ongoing basis as well, and will identify steps to reconcile any disallowances.

Currently a number of states are operating with different scenarios, many similar to Colorado's. As this is a national issue affecting many states

throughout the country, it will require national clarification and is an anticipated lengthy process.

Implementation date: June 2004.

### **Recommendation No. 70:**

The Department of Human Services should implement a formal procedure for consulting with and receiving approval from the Department of Health Care Policy and Financing for policy changes that affect billings to the Medicaid program. This should include submitting proposed changes in writing to the Department of Health Care Policy and Financing for review and approval prior to implementation.

#### **Department of Human Services Response:**

Agree. The Department will implement a formal procedure for conferring with the Department of Health Care Policy and Financing on any future Medicaid billing changes to determine whether the change is in accordance with state and federal Medicaid laws and regulations. The Department will submit proposals in writing to the Department of Health Care Policy and Financing for its review and approval.

Implementation date: December 2003.

#### **Department of Health Care Policy and Financing Response:**

Agree. The Department will develop and implement a protocol with the Department of Human Services to ensure that proposed billing policy changes are cleared and transmitted in writing by the Executive Director of the Department of Human Services, or an appropriately delegated representative, to the Executive Director of the Department of Health Care Policy and Financing, or an appropriately delegated representative. The Executive Director of the Department of Health Care Policy and Financing, or an appropriately delegated representative, will approve or reject such changes, and send written notice of the approval or rejection of the proposal to the Executive Director of the Department of Human Services.

Implementation date: December 2003.

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**Recommendation No. 71:**

The Department of Human Services should review the effect of the current VA per diem policy on Medicaid residents and non-Medicaid, private-pay residents and ensure that any inconsistencies caused by policy changes are eliminated.

**Department of Human Services Response:**

Agree. The Department will review the effect of current VA per diem operating grant policy on Medicaid and non-Medicaid residents and ensure that inconsistencies are eliminated through policy changes.

Implementation date: Upon implementation of Recommendation No. 69.

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**Oversight of Nursing Home Billings**

Our audit found that the Department of Health Care Policy and Financing did not have adequate procedures in place to identify the significant Medicaid payment increases experienced by the state and veterans nursing homes as the result of the change in policy described above. This indicates a need for increased oversight of nursing home billing practices by the Department of Health Care Policy and Financing. Our 1999 performance audit, *Medicaid Fraud and Abuse Programs*, indicated a need for that Department to address gaps in current nursing facility audit practices to more quickly identify anomalies in billing practices. The report specifically identified a problem with overpayments made to nursing homes due to overlapping billing periods. Our current finding regarding the change in billing practices related to the VA per diem reimbursement in this report again indicates a need for improved oversight and monitoring of nursing facility billing practices.

(CFDA Nos. 93.777 and 93.778; Medicaid; Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Subrecipient Monitoring.)

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**Recommendation No. 72:**

The Department of Health Care Policy and Financing should address gaps in current nursing facility audit practices by developing analytical tools and procedures to identify significant changes in reimbursements received by providers and investigate these instances as appropriate.



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## **Department of Health Care Policy and Financing Response:**

Agree. The findings of the OSA audit demonstrate a clear need for better controls over Medicaid nursing home billing practices. The failure of providers to appropriately offset resources can substantially impact general fund expenditures. Like many other state Medicaid agencies, the Department relies upon a post-payment audit process, and associated sentinel effect, to ensure program integrity in this area. The Department recently expanded the scope of its post-pay review activities through implementation of a contract with an external audit firm. However, the existence of a post-payment review process cannot prevent a participating nursing home from failing to offset resources against charges appropriately when it bills for Medicaid services. The only way to do so is to develop claims system controls that will automate the offset of income and other resources at the point of claim adjudication. The development of such claims system controls would likely be costly, and would have to be justified in terms of improved cash flow and reduced administrative burden. In the interim, the Department will develop statistical reports to reduce the likelihood that inappropriate changes in nursing home billing practices go unnoticed for an extended period of time.

Implementation date: March 2004.

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# Department of Labor and Employment

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## Introduction

The Department of Labor and Employment (DOLE) is responsible for providing services to employers and job seekers and enforcing laws concerning labor standards, unemployment insurance, workers' compensation, public safety, and consumer protection. Please refer to the introduction in the Department of Labor and Employment chapter within the Financial Statement Findings section for additional background information.

## Workforce Investment Act Overview

The Workforce Investment Act (WIA) emphasizes state and local flexibility in providing employment and training services to clients. Its guiding principles give local officials significant authority to establish workforce programs tailored to meet the specific needs of employers and job seekers in local and regional labor markets. At the same time, WIA regulations and state statutes assign responsibility to the Department for oversight of the workforce regions, including providing guidance and monitoring. Specifically:

- 20 CFR part 661.120 (WIA rules) states, “The State should establish policies, interpretations, guidelines and definitions to implement provisions of ... WIA ... [that] are not inconsistent with the Act and the regulations ....”
- Section 8-71-223(2), C.R.S., states, “The Department shall provide ongoing consultation and technical assistance to each work force investment area for the operation of work force investment programs.”
- Federal Office of Management and Budget (OMB) *Circular No. A-133: Audits of States, Local Governments, and Non-Profit Organizations*, Subpart D.400(d)(3) states that the Department, as a pass-through entity for federal funds, shall “monitor the activities of subrecipients as necessary to ensure that Federal awards are used for authorized purposes in compliance with laws [and] regulations and ... that performance goals are achieved.”

- 20 CFR part 667.410 states, “Each [State] ... must conduct regular oversight and monitoring of [the] ... WIA activities ... of its subrecipients and contractors in order to: (1) determine that expenditures have been made against the cost categories and within the cost limitations specified in the Act ... (2) determine ... compliance with other provisions of ... applicable laws and regulations; and (3) provide technical assistance as necessary and appropriate.”

During Fiscal Year 2003 the Office of the State Auditor conducted a performance audit of the Workforce Development Programs. The audit comments below were contained in the *Department of Labor and Employment and Governor’s Office of Workforce Development Performance Audit*, Report No. 1503, dated June 2003.

In accordance with WIA’s principles of providing a strong role for local workforce investment boards, Colorado’s philosophy has been to give the local regions as much control as possible over the program’s operations. Within their local authority, the workforce centers use various methods to determine the level of employment services needed by each client. First, all clients must meet basic eligibility criteria to be enrolled in WIA. For the Adult program, clients must be 18 years of age or older. For the Dislocated Worker program, clients must be 18 years of age or older; have been terminated or laid off (or have received a notice of termination or layoff) and be unlikely to return to a previous industry or occupation; or be displaced homemakers. For the Youth program, clients must be aged 14 through 21 years, meet low-income criteria, and have barriers to employment such as being deficient in basic literacy skills. Up to 5 percent of youth served are not required to be low-income if they meet the other eligibility criteria.

Any clients meeting these basic criteria can be offered WIA core services. Clients who cannot obtain employment or a self-sufficient wage through core services may progress to WIA intensive services, such as the development of an individual employment plan, and to training assistance, such as occupational skills training. They may also receive supportive services, such as gas vouchers or child care. Larger workforce centers tend to use a committee approach for approving training: a counselor presents a training proposal for a client and the committee decides whether to approve it. Smaller centers typically allow individual counselors to make training decisions with guidance from their supervisors. The determination to provide supportive services usually occurs when the center offers either intensive or training services to the client.

Although local flexibility is emphasized by WIA, the State is still ultimately responsible for how funds are spent, as noted above. The Department carries out its oversight and monitoring roles by establishing Program Guidance Letters (PGLs) that inform the regions of federal requirements, by assigning a Departmental

representative to each region to conduct ongoing monitoring and provide technical assistance, by performing annual on-site compliance monitoring visits to the regions, and by completing yearly financial audits of all regions and subregions.

We reviewed the Department's general oversight, guidance, and monitoring of the regions and noted a number of concerns, as discussed in the following comments.

## **Controls Over Program Expenditures**

The Department has allocated, on average, over \$15 million annually in WIA funds to the State's workforce regions in the past three years. Although these funds have allowed the regional workforce centers to provide training and employment services to an average of over 7,000 adult, dislocated worker, and youth clients each year, they are not unlimited and are not sufficient to provide services to everyone who may benefit from them. Department staff estimate that current funding only allows the program to serve about 5 percent of those who could use WIA's services. The lack of funding is further illustrated by the fact that for State Fiscal Year 2003, five of the nine workforce regions had obligated at least 90 percent of their WIA Adult allocations and four had obligated at least 90 percent of their Dislocated Worker allocations by December 31, 2002, or halfway through the fiscal year. Three of these regions, as well as one subregion, indicated that as of January 2003, they could not afford to fund training assistance for any new clients, whatever their level of need, until the next fiscal year because they were out of training money.

Constraints on resources within the WIA program make it critical that the workforce centers use the funds as effectively as possible by making appropriate decisions regarding the type and amount of assistance to provide to clients. If workforce centers use funds for clients who do not need assistance, or to provide assistance that does not promote accomplishment of the program's goals, they diminish the value of the program. We found that the workforce centers sometimes provide services that do not clearly meet the requirements of WIA.

## **Questionable Expenditures**

According to OMB *Circular No. A-133*, which provides guidance for the Single Audit Act, the Office of the State Auditor is responsible for reporting on questioned costs for federal awards. As part of our audit, we reviewed 142 WIA case files from the five workforce regions and seven subregions that we visited across the State. The focus of our review was on evaluating whether expenditures were made in accordance with the WIA rules discussed below. We found that the case files did not always justify that expenditures were made in accordance with these federal

guidelines, thus increasing the risk of errors, irregularities, and federal recoveries of unallowable expenditures, and potentially reducing the effectiveness of the funds in accomplishing WIA objectives. We identified concerns with both supportive services and training expenditures for WIA clients, as described below.

**Supportive Services:** WIA rules at 20 CFR part 663.805 state that supportive services may only be provided:

- To individuals who are unable to obtain supportive services through other programs providing such services; and
- When they are necessary to enable individuals to participate in WIA activities.

Furthermore, OMB *Circular No. A-87, Attachment A(C)(1)(a)*, states that expenditures must “be necessary and reasonable for proper and efficient performance and administration of Federal awards.”

We reviewed 78 case files for clients who received some type of supportive service. We question expenditures for 27 of the cases (35 percent) which did not appear to be in compliance with the federal requirements that supportive services only be provided when they are necessary for client participation in WIA and are unavailable from other sources. For the most part, we found examples of supportive services that were not justified in accordance with federal regulations in files from WIA’s Adult and Dislocated Worker programs, including the following:

- One client who received \$2,900 in supportive services to assist with moving expenses associated with a new management-level position. The client had accepted this job before enrolling into WIA and thus did not appear to need any WIA services at all.
- One client who received a total of \$1,200 in rent payments for three separate months. It was unclear why the region paid rent for three months when its regional policy was to pay rent no more than once and there was no evidence that this assistance was unavailable from other sources.
- One client who received \$1,000 in car repair expenses, although it was unclear that the client was receiving any WIA services at the time this supportive service was provided. As a result, the case does not appear to meet the requirement that the supportive service was necessary for the client to participate in WIA.

- One client who received \$822 in mileage reimbursement to travel from the state of Washington back to Colorado. The client attended a training program in Washington and intended to relocate there. The client made the trip during a break in the training program. This expenditure does not appear to meet any of the criteria cited above for supportive services expenditures.
- One client who received \$240 in gas vouchers from a workforce center to help with transportation to training classes, even though the file's log notes indicated that the client intended to attend the classes with or without the center's help. The client's intention of attending training without the center's assistance indicates that supportive services were not necessary for this client's participation in WIA, as required by federal rules.

Overall, we question about \$11,000 (52 percent) of about \$20,700 expended for supportive services in the files we reviewed. Although some of these cases involved small amounts of supportive services funds, many clients receive small amounts on multiple occasions. In addition, we found the existence of questionable costs in cases that were spread throughout the State, which indicates that weaknesses in the determination of need for supportive services is a systemic problem.

**Training:** 20 CFR part 663.240(b) states that a client's case file must "... contain a determination of need for training ..." and 20 CFR part 633.310 states that training services are available to adults and dislocated workers who:

- Have been determined to be unable to obtain or retain employment through intensive services.
- Have the skills and qualifications to successfully complete the selected training program.
- Select a training program that is directly linked to employment opportunities in the local area or in another area to which the individual is willing to relocate; and
- Are unable to obtain grant assistance from other sources to pay the costs of such training.

Section 8-71-218.5(2), C.R.S., also establishes criteria for providing training services, stating:

"Access to training services, as specified in the federal act, shall be available to participants who have met eligibility requirements for intensive services, are unable to obtain or retain employment through

such services, are determined ... to be in need of such services, and are eligible for such services as specified in the federal act ....”

We reviewed 89 files for clients who were approved for WIA training services. On the basis of our review, we question expenditures for 13 of the cases (15 percent) that were not clearly in compliance with the federal requirements for providing training services listed above. Some of the questionable files in our sample included:

- One client who received \$4,635 in assistance for a computer programming course, despite the fact that the client’s region was experiencing large layoffs in high-tech fields and there were no clear employment opportunities directly linked to the training program. Although the client obtained employment after completing the course, there was no indication that the job was related to the training received. In fact, the case notes showed that the client had not even taken the test to earn certification in this computer program eight months after completing the certification class work.
- One client who received \$3,965 in assistance for tools and training as a wooden boat-builder in Washington state. Although WIA permits regions to approve training for classes held in other states, the regions still have an obligation to ensure that training is directly linked to occupations in demand. In this case, the region did not independently verify information provided by the client that boat-building was a demand occupation in Washington. At the time of our review, this client had completed training and obtained employment in Washington that was similar to a former position held in Colorado and unrelated to the training. The client was continuing to pursue training-related employment as well as considering opening a business in an unrelated field.
- One client who received \$2,500 in training assistance to pursue a real estate finance course. The client had previously received real estate training through the same workforce center and had not been able to find employment in that field. The log notes documented the counselor’s concern that the client would not be successful in finding employment in real estate with the additional training. The client had not obtained employment in the real estate field two years after finishing this additional course.
- One client who received \$1,000 in training assistance to attend a preparation course for the police academy entrance exam. The workforce center’s assessments of the client revealed limited skills in certain areas, including math and reading, which indicated that the client may not have had the skills necessary to be successful with this training program. At the time of our

review, the client had not, 17 months after completing the training, passed the police academy entrance exam in two attempts.

In all, we question about \$29,100 (17 percent) of the approximately \$174,300 expended for training services in the files we reviewed. Although we cannot project these amounts, or those from the supportive services review, to the entire population of WIA expenditures, the fact that we question costs in cases at 10 of the 12 workforce centers we visited raises concerns about the extent to which funds may be used for supportive and training services that are not entirely justified.

## Documentation

In addition to the questioned expenditures described above, we found that some case files did not contain adequate documentation for us to determine if the expenditures were appropriate. Specifically, of the 78 files we reviewed where supportive services were provided to the client, 23 (29 percent) lacked documentation that would allow a reviewer to determine if the expenditure complied with federal requirements for providing supportive services, as described above. Of the 89 files we reviewed where training was approved, 10 (11 percent) lacked documentation that would allow an independent reviewer to determine if the expenditure met the requirements for providing training services. Due to the lack of documentation, we were unable to conclude on whether \$5,100 in supportive services (25 percent of the \$20,700 we reviewed) and about \$19,900 in training services (11 percent of the \$174,300 we reviewed) were justified in accordance with WIA rules.

As noted above, one reason it is critical for WIA funds to be used as directed by federal rules is that there are insufficient resources to serve all clients who may need or benefit from employment and training services. An additional concern is that many people who receive training services do not find employment that is related to their training. WIA requires that training provided to clients be directly linked both to occupations in demand and to a client's skills. As a result, we would expect that there would be a relatively high correlation between training and job placement if the WIA rules are followed. However, according to Department data, in State Fiscal Year 2002, only 57 percent of adults and 36 percent of dislocated workers obtained employment related to their training. These statistics do not include clients who received basic, prevocational classes like the GED, ESL, or certain basic computer skills classes; they reflect clients who have chosen specific training programs that should be linked directly to employment opportunities as required by WIA. Although it is reasonable to expect that some clients will not obtain jobs specifically pertaining to the training they receive, these data suggest that the training programs approved by the regions are not always necessary or appropriate for clients to obtain



employment, which may mean that the regions are not spending their training funds effectively.

We believe one reason workforce centers may not always strictly apply WIA rules in approving and documenting training and supportive services is that the Department's policies and guidance on this issue are incomplete. Although the State has issued Program Guidance Letters (PGLs) that discuss determining and documenting the need for training and supportive services, we found the letters lack some essential information. Specifically, none of the PGLs:

- State that WIA case files must contain a determination of the need for training, as stipulated by WIA rules.
- Provide guidance on how to determine and document that training is provided only to clients who cannot obtain a job through intensive services and that the training is directly linked to employment opportunities.
- Mention that supportive services are available only when the services are "necessary," as stipulated in WIA rules, or otherwise provide guidance as to what makes supportive services "necessary" for a client to participate in WIA.
- Require documentation to show that the regions referred a client to other sources for supportive services or that other assistance was not available.

Providing such direction is an appropriate role for the Department, which, according to 20 CFR part 661.120(b), should "establish policies, interpretations, guidelines, and definitions" to implement WIA's provisions. The Department has provided this type of guidance with regard to determining and documenting basic program eligibility. For example, PGL #01-03-WIA1 includes a technical assistance manual on determining eligibility that specifies what documents meet WIA's requirements for justifying eligibility and suggests how to use those documents to determine basic eligibility. We did not identify a problem with regions serving clients who did not meet these basic eligibility criteria during our file review, which may indicate that specific guidance is effective in helping the regions accurately apply WIA requirements.

In addition, we found the local workforce regions have not developed any criteria to define and document the need for intensive and training services. We reviewed all the regional policies on WIA training and supportive services and did not find any that contained specific language to define what demonstrated "need" or "justification" for these services. Some regions reported to us that they do not consider "need" to mean only financial necessity, but also consider need to include

logistical necessity, meaning that, for example, they may provide gas vouchers if a client will be driving his or her car to apply for jobs, regardless of the client's financial situation.

Finally, since the Department has not established specific policies regarding the need for clients to receive training or supportive services, Department staff do not have specific guidance for monitoring this issue. As a result, the state field representatives who monitor the regions have not consistently identified the lack of justification as a problem. Between March and June of 2002, the state field representatives conducted on-site compliance reviews of eight of the workforce regions and three of the subregions. These reviews covered the regions' operations for State Fiscal Year 2001 and the first half of Fiscal Year 2002. We reviewed all 11 of the reports resulting from these reviews and found that five noted a lack of justification for training services and three noted concerns with supportive services expenditures. The Department has provided technical assistance and training to address these issues but has not modified its written policies or guidance to improve justification systemwide. As monitors and technical assistants, the state field representatives are in an ideal position to both note weaknesses in the regions' processes and identify appropriate solutions. They could use their familiarity with the regions to develop appropriate guidance regarding justification for services that would integrate into the processes currently in place.

Appropriately determining the need for services is critical to promote effective use of WIA funds and achievement of the Act's goals and performance measures. Documentation of the determination is important to provide evidence of compliance with federal requirements including WIA provisions and OMB standards, such as *Circular No. A-87*, which lists factors for determining the reasonableness of costs, including whether they follow the requirements of "sound business practices" and demonstrate that the regions "acted with prudence" in fulfilling their responsibilities. Documentation also allows for evaluation, by the regions, the Department, and the federal government, of the appropriateness of expenditures to minimize the risks of fraud and maximize the effectiveness of the programs.

We believe the Department should work with the regions to ensure the most effective use of limited resources. The Department should offer additional guidance to the workforce regions on how they should determine and demonstrate in their case files that clients need training and/or supportive services. For training services, this guidance should address all of WIA's training criteria, and for supportive services it should address all of WIA's supportive services criteria. In addition, the Department should require the regions to establish local policies that are consistent with the Department's guidance and should monitor the regions in accordance with these State and local policies.

(CFDA Nos. 17.258, 17.260; WIA Adult, WIA Dislocated Worker; Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Eligibility.)

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### **Recommendation No. 73:**

The Department of Labor and Employment should improve controls over the use of WIA funds by working with the regions to ensure that limited funds are used effectively in compliance with WIA requirements and to promote achievement of WIA's goals. This effort should include:

- a. Revising policies on training and supportive services to provide additional guidance to the regions in determining and documenting the need for such services in each case. This guidance should address all the criteria contained in federal regulations that apply to the provision of training and supportive services.
- b. Ensuring that regions adopt policies and practices consistent with the Department's additional guidance through its monitoring efforts.

### **Department of Labor and Employment Response:**

- a. Agree. The Department anticipates completion of this recommendation by December 31, 2003, provided that the reauthorization of the Workforce Investment Act, anticipated for the fall of 2003, does not change federal requirements regarding training and supportive services. In this event, the Department anticipates completion of this recommendation within 90 days of the publication of the final regulations governing the new legislation.

Implementation date: December 31, 2003.

- b. Agree. The Department anticipates implementation of this recommendation during its annual compliance monitoring process, which occurs between January and June of each program year. This will begin in January 2004, provided that the reauthorization of the Workforce Investment Act, anticipated for the fall of 2003, does not change federal requirements regarding training and supportive services. In this event, the Department anticipates completion of this recommendation in the first annual compliance monitoring cycle that follows the publication of the final regulations governing the new legislation.

Implementation date: June 2004.

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## Priority of Service for Low-Income Adult Clients

The WIA Youth and Adult programs recognize the importance of providing employment and training services to low-income clients. In the Youth program, low-income status is one of the basic eligibility criteria. In the Adult program, service priority must be given to low-income individuals whenever funds are limited. Specifically, 20 CFR Part 663.600 states:

... in the event that funds allocated to a local area for adult employment and training activities are limited, priority for intensive and training services ... must be given to recipients of public assistance and other low-income individuals .... *Since funding is generally limited*, States and local areas *must* establish criteria by which local areas can determine the availability of funds and the process by which any priority will be applied .... States and local areas *must* give priority for adult intensive and training services to recipients of public assistance and other low-income individuals, unless the local area has determined that funds are *not* limited .... (Emphasis added.)

The rule goes on to say that the local workforce board and the Governor may establish processes that allow the regions to serve other clients while still giving low-income persons priority. However, the regulations indicate that, by default, funding should be considered limited unless determined otherwise in accordance with specific criteria. This approach seems appropriate for Colorado because Department staff have indicated that current funding only allows it to serve about 5 percent of those who could use WIA's services. In addition, as noted earlier, a number of regions were running short of training funds halfway through State Fiscal Year 2003. Specifically, five of the nine workforce regions had obligated at least 90 percent of their WIA Adult funds for State Fiscal Year 2003 by December 31, 2002. Three of these regions, as well as one subregion, reported to us in January 2003 that they had no funds remaining at that time for training assistance for new clients.

We found that the State has not established criteria to help local areas determine the availability of funds, as required by federal regulation, and has not provided any guidelines to help define "limited" funds. Instead, according to PGL #00-12-WIA1,

the Colorado Workforce Development Council has issued a policy stating that the workforce regions will make the determination of whether their Adult program dollars are limited. The PGL does not mention the section of WIA rules noted above that states "... State and local areas must give priority ... to ... low-income individuals, unless ... [they have] determined that funds are not limited."

In addition, we noted problems with some local policies on this issue. Specifically:

- Four regional policies conflict with the section of WIA rules that clearly states that local areas *must* give priority to low-income individuals unless they have determined that their funds are *not* limited. These regions' policies state the reverse -- that they will *not* give priority to low-income individuals unless they determine their funds *are* limited at some future point.
- Most regions have not established specific criteria to determine the availability of funds, and their policies on priority of service are generally vague. One region, for example, has a policy to prioritize service whenever "the volume of customers seeking intensive services exceeds the resources available, as determined by the ability to provide services in a reasonable time frame," without defining "reasonable time frame." Another region's policy is to prioritize service when "it appears that funding will be insufficient to cover projected expenditures." The ambiguity of this wording makes it difficult to know under what fiscal conditions the region would begin prioritizing service.
- Two regions with policies that appear to mandate a priority system at all times reported to us that they have not consistently implemented such a system.

We spoke with the State's federal monitor for WIA, who confirmed that WIA rules state that funding should generally be considered limited, but also pointed out that the determination of funding availability is made by the states and workforce regions. The Department has requested federal guidance on this issue, but the response from the U.S. Department of Labor (USDOL) did not clarify whether funds should be considered limited unless there is a determination otherwise in accordance with established criteria.

As a result of the vague and conflicting criteria relating to limited funding and priority of service, we found that many of the workforce regions and subregions have only recently begun to consider their funds limited and therefore give priority for services to low-income participants in the Adult program. We contacted 18 of the State's 19 regions and subregions and reviewed their policies for determining limited funding and priority of service for low-income adults. We found only six regions and

subregions had priority of service systems in place when WIA went into effect on July 1, 2000; four regions and subregions had invoked their priority-of-service policies by the end of State Fiscal Year 2002; and another four implemented priority of service systems in State Fiscal Year 2003. Therefore, 14 of the 18 regions and subregions we contacted had implemented their priority-of-service policies at the time of our audit, while 4 had not. Three of the four regions that had not implemented priority of service systems at the time of our audit, and two of the four that invoked their systems in State Fiscal Year 2003, were running low on Adult funds by the end of December 2002, as noted above.

Although many of the regions have responded to the increasing demands on their Adult programs by putting low-income priority systems for adults in place, the percentage of low-income clients being served is decreasing. In State Fiscal Year 2001, low-income people comprised 75 percent of the total population in the WIA Adult program and 79 percent of those who received training services. By State Fiscal Year 2003, low-income adults made up 57 percent of the total population in the WIA Adult program and 55 percent of those receiving training services. Therefore, low-income adults are no more likely to receive training services now, when the number of clients has grown nearly 175 percent from State Fiscal Year 2001 to 2003 and WIA adult allocations to the regions have decreased about 19 percent, than they were at the beginning of the program.

That the local regions have not consistently given priority to low-income clients in the WIA Adult program is ultimately a concern because some individuals most in need of intensive and training services may not be receiving them. Section 195(1) of WIA states: "Each program under this title shall provide employment and training opportunities to those who can benefit from, and who are most in need of, such opportunities ...." Although low-income individuals are not the only persons who may need WIA services, their low-income status means they are inherently less likely than more affluent clients to have the financial resources to obtain training or job preparation services on their own.

Ensuring that the workforce regions give priority to low-income individuals in the WIA Adult program, unless their funds have been determined to be unlimited as specified by federal rules, would also help the State fulfill one of WIA's stated purposes, reducing welfare dependency. By giving low-income individuals better access to services that could assist them in obtaining employment, the regions could reduce these clients' need for public assistance. In short, giving priority to low-income individuals in the Adult program makes sense from a public policy perspective.

We recognize that other programs, such as Welfare-to-Work and Temporary Aid to Needy Families (TANF), offer some assistance similar to WIA. However, WIA

allows for a broader definition of “low-income” so that economically disadvantaged individuals who do not qualify for programs like TANF can be assisted through WIA without duplication of services. WIA also encourages coordination with these other programs so that funds can be leveraged to produce better results.

Finally, consistently maintaining priority systems is important because WIA funding levels can fluctuate. According to the Department, preliminary figures from the USDOL indicate that Colorado’s WIA allocation for State Fiscal Year 2004 will increase by \$7 million over 2003. Although the regions may be inclined to discontinue their priority systems in light of this increased funding, it is unlikely that these additional resources will be sufficient to provide services to all clients who need them, so funding will still be limited.

(CFDA Nos. 17.258, 17.260; WIA Adult, WIA Dislocated Worker; Other.)

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### **Recommendation No. 74:**

The Department of Labor and Employment should clarify the circumstances under which funds can be considered limited or not limited for purposes of offering priority of service to low-income clients in the Adult program by:

- a. Developing criteria to help the regions determine the availability of funds.
- b. Working with the regions to expand and clarify regional policies to be consistent with the Department’s criteria and to contain specific criteria for determining funds availability.
- c. Ensuring that the regions maintain priority systems for low-income clients in the Adult program unless the regions demonstrate that funds are not limited in accordance with state and local criteria.

### **Department of Labor and Employment Response:**

- a. Disagree. Because Colorado has a long-established policy of local control of workforce programs, the Department stands by its policy to allow local workforce investment boards to set their own priority of service criteria and policies.

Implementation date: Not applicable.

- b. Agree. The Department agrees with providing additional technical assistance as needed to regions wishing to further define criteria for identifying when funds are limited. The Department anticipates completion of this recommendation by December 31, 2003, provided that the reauthorization of the Workforce Investment Act, anticipated for the fall of 2003, does not change federal requirements regarding priority of services. In this event, the Department anticipates completion of this recommendation within 90 days of the publication of the final regulations governing the new legislation.

Implementation date: December 31, 2003.

- c. Agree. The Department anticipates implementation of this recommendation during its annual compliance monitoring reviews, which occur between January and June of each program year. This will begin in January 2004, provided that the reauthorization of the Workforce Investment Act, anticipated for the fall of 2003, does not change federal requirements regarding priority of services. In this event, the Department anticipates completion of this recommendation in the first annual compliance monitoring cycle that follows the publication of the final regulations governing the new legislation.

Implementation date: June 2004.

***Auditor's Addendum:***

***This is not an issue of local control. We agree that Colorado's program promotes local design and implementation. The issue addressed in this recommendation is prioritizing the use of limited funding for the benefit of those with the greatest financial need, in line with WIA rules and objectives.***

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## **Comprehensive Monitoring**

Formal on-site monitoring reviews of the regions are conducted annually by the Department's state field representatives. They use a formal monitoring tool as a guide for interviewing workforce center staff and examining local policies and case files. We reviewed the monitoring tool, a sample of monitoring files, and all the reports prepared by the state field representatives from their monitoring of the regions for State Fiscal Year 2002. We noted a number of concerns with the monitoring process.



**Reviewing Case Files in All Subregions.** In their monitoring of the Rural Consortium Region, the state field representatives did not review case files from 7 of the 10 subregions operating during the review period of July 2000 through December 2001 (Broomfield was not fully operational during the period and is not included in the count of 10 subregions). The Department selected three of the subregions to review, focusing on regions that were less experienced in providing employment and training services, or that had experienced problems prior to the time of the monitoring reviews. In addition, the Department indicated that resource constraints require some prioritization of monitoring efforts and that it will rotate Department-level reviews to cover all the subregions over a period of several years.

Federal law does not require all subregions within a region to undergo an annual on-site review and we agree that targeting resources is important. However, we believe that in order to implement a reliable risk-based monitoring system, the Department needs to collect and analyze independent information on how all the subregions are operating. Without conducting some on-site monitoring of all the subregions, the Department is limited in the information available for this purpose. For example, we reviewed files at six of the eight subregions that were not monitored and we question WIA expenditures at five of them, as discussed earlier in this chapter. The rural subregions that were not monitored by the Department represent 23 percent of the files for which we question training expenditures and 33 percent of the files for which we question supportive services expenditures. This kind of information is important for the Department to have in determining the timing and frequency of on-site reviews of the subregions.

**Monitoring All Discretionary Grants.** In reviewing the state field representatives' monitoring files and reports, we did not find evidence that they had monitored some of the discretionary grants when they conducted their annual on-site visits to the regions in the spring of 2002. The Department reserves a portion of WIA and Wagner-Peyser funds each year and uses some of the reserved amounts, as well as other state and federal funds, to offer discretionary grants to the workforce regions. Funds reserved from the WIA Adult and Youth grants are administered by the Governor's Office of Workforce Development (OWD), while the other reserved and additional amounts are managed by the Department. In State Fiscal Year 2003 the Department and the Office offered about \$6 million in discretionary funding to the regions from these sources.

We could find no evidence that the state field representatives had monitored about \$600,000 in discretionary grants during on-site monitoring visits to the regions in March through June of 2002. An additional \$500,000 of discretionary grants were not monitored because the Department did not conduct on-site monitoring of seven of the subregions in the Rural Consortium, as mentioned above. Department staff stated that the state field representatives are only required to review grants that

directly provide client services. While the Department's PGL on monitoring does state that "on-site monitoring will consist of ... examination of case files for each program and discretionary grant that provides client services," it also states that on-site reviews will be done for each WIA funding stream, including discretionary grants. Furthermore, we found some OWD grants that directly serve clients that were not monitored during the on-site visits.

**Duplication of Monitoring.** Both Department and Office of Workforce Development staff conduct some on-site monitoring of the WIA discretionary grants. In State Fiscal Year 2003, OWD contract staff began conducting on-site visits to all regions with OWD discretionary grants to assess the status of grant projects. There were 14 regions with WIA discretionary grants in effect during State Fiscal Year 2003. Time records are not maintained to specifically track how these contract staff spend their time, but according to data provided by the OWD, we roughly estimate these staff will spend at least 180 hours during this state fiscal year monitoring the WIA Adult and Youth discretionary grants at a cost of about \$7,000. Since the state field representatives must visit the regions annually to conduct monitoring, it is more cost-effective for them to review all grants rather than having OWD pay for additional staff to carry out essentially the same duties. According to the Department and OWD, beginning in July 2003 the OWD will no longer have staff conducting on-site monitoring of the grants and the state field representatives will take on those monitoring duties.

**Consistent Monitoring Procedures.** Although the same monitoring tool is used for all annual workforce compliance reviews, we found some variations in monitoring procedures that can lead to a lack of sufficient oversight. Specifically, we found:

- **Variations in how the state field representatives verified that regions had required policies and Memoranda of Understanding (MOUs) in place.** In accordance with Department requirements, all regions must have written policies addressing a variety of program elements. According to WIA regulations, local regions must have written MOUs with all WIA partner programs (such as postsecondary vocational education programs and veterans workforce programs). We found instances in which state field representatives indicated they reviewed a sample of policies or MOUs, rather than reviewing all, which may not provide adequate oversight. For example, we found one region did not have one of the required written policies at the time of our audit, although the monitoring report for the region indicated that all policies had been reviewed by the field representative. Furthermore, noncompliance with the federal requirement for MOUs could result in ineligibility for state incentive grants.

- **Inconsistencies in how the state field representatives assessed the region's compliance with its own policies.** Five monitoring reports did not indicate that the region was in compliance with its own policies. According to Department staff, compliance with local policies should be evaluated during the monitoring reviews.

We believe the Department should take steps to ensure that its monitoring process is comprehensive and consistently applied by including some file reviews at each Rural Consortium subregion each year, monitoring and documenting the review of all discretionary grants, and formalizing monitoring procedures in a written format.

(CFDA Nos. 17.258, 17.260; WIA Adult, WIA Dislocated Worker; Subrecipient Monitoring.)

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### **Recommendation No. 75:**

The Department of Labor and Employment should improve its compliance monitoring process by:

- a. Collecting and analyzing data on the operations of all subregions to use in developing a reliable risk-based system for subregion monitoring. This effort should include reviewing some case files from each subregion for the first several years of operation to provide a baseline of information for future risk-based reviews.
- b. Ensuring that all discretionary grants provided to the regions and subregions are monitored by the state field representatives in their annual monitoring visits to the regions and that the monitoring is documented.
- c. Promoting consistency in monitoring by formalizing procedures in written guidance and training for the state field representatives.

### **Department of Labor and Employment Response:**

- a. Disagree. The Department field representatives will monitor the Rural Consortium internal monitoring reports for each sub-region annually. On-site monitoring will occur in subregions selected on the basis of a risk analysis. The U.S. Department of Labor has agreed with the Department's approach to monitoring the subregions of the Rural Consortium.

Implementation date: Not applicable.

- b. Agree. The Department anticipates implementation of this recommendation during its annual compliance monitoring reviews, which occur between January and June of each program year. This will begin in January 2004.

Implementation date: June 2004.

- c. Agree. The Department anticipates completion of this recommendation by December 31, 2003, provided that the reauthorization of the Workforce Investment Act, anticipated for the fall of 2003, does not change substantially change program requirements. In this event, the Department anticipates completion of this recommendation within 90 days of the publication of the final regulations governing the new legislation.

Implementation date: December 31, 2003.

***Auditor's Addendum:***

***As noted in the report narrative, we agree that using a risk-based system can be a cost effective approach to monitoring and we recognize that the Department is not required by federal regulation to conduct on-site monitoring of all subregions each year. Part "a" of the recommendation does not address compliance with federal regulations. It focuses on the need for the Department to collect and use data about the subregions, through independent monitoring in the first few years of the program, to provide a baseline on which to assess risk for future monitoring efforts. Having such information is particularly important because the audit found questioned costs at five of six subregions that were not monitored by the Department in its State Fiscal Year 2002 on-site monitoring process.***

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# Office of the State Treasurer

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## Introduction

The Office of the State Treasurer (Treasury) is established by the State Constitution. The Treasurer is an elected official who serves a four-year term. Please refer to the introduction in the Office of the State Treasurer chapter within the Financial Statement Findings section for additional background information.

The following was prepared by the public accounting firm of Grant Thornton, LLP, which performed the Fiscal Year 2003 audit work at the Office of the State Treasurer.

## Cash Management Improvement Act

The Cash Management Improvement Act (CMIA) regulates the transfer of funds between federal and state agencies for federal grants. The CMIA regulations require the State to match the disbursement of state general funds for federal programs with federal reimbursement. States are required to enter into a Treasury-State Agreement (Agreement) with the U.S. Treasury. This Agreement specifies the procedures that the State will follow to carry out the matching of disbursements and reimbursements.

The State has completed the fourth year of the current Agreement. The Agreement lasts five years (through Fiscal Year 2004) and may be modified by either party.

Treasury changed financial institutions in Fiscal Year 2003. Under the provisions of the CMIA, Treasury should evaluate the reasonableness of clearance patterns for payments issued by the State whenever a significant change, as defined in the CMIA, occurs. A change in financial institutions would be a significant change because clearance patterns could be significantly different.

Without a review of clearance patterns, the State could potentially earn interest on federal funds in excess of amounts allowable by the federal government, which would result in a liability to the United States Treasury. On the other hand, if the State drew down federal funds later than allowable by the federal government, the State could potentially lose interest. An evaluation of clearance patterns under the new financial institution would ensure that the State has achieved interest neutrality as required by the Act.

(See Appendix A, Treasury, for listing of applicable CFDA Nos.; Cash Management.)

**Recommendation No. 76:**

The Office of the State Treasurer should review and evaluate the reasonableness of the clearance patterns for payments issued by the State, given the change in financial institutions during Fiscal Year 2003.

**Office of the State Treasurer Response:**

Agree. The Office of the State Treasurer will calculate new clearance patterns for payments issued by the State in the third quarter of 2004 after payment data for a complete fiscal year become available.

Implementation date: September 2004.

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# Summary of Auditor's Results

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## Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

- Material weaknesses identified? \_\_\_\_\_yes\_\_  no
- Reportable conditions identified that are not considered to be material weaknesses?  yes \_\_\_\_\_ none reported

Noncompliance material to financial statements noted?

\_\_\_\_\_yes\_\_  no

## Federal Awards

Internal control over major programs:

- Material weaknesses identified? \_\_\_\_\_yes\_\_  no
- Reportable conditions identified that are not considered to be material weaknesses  yes \_\_\_\_\_ none reported

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

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?

yes \_\_\_\_\_ no



## Identification of major programs:

<b>CFDA Number</b>	<b>Name of Federal Program or Cluster</b>
10.551, .561	Food Stamp Program Cluster
10.557	Special Supplemental Nutrition Program
10.664	Cooperative Forestry Assistance
14.228	Community Development Block Grant: State Programs
15.unknown	Royalties Management/National Forest
17.258, .259, .260	Workforce Investment Act (WIA) Program Cluster
20.205	Highway Planning and Construction
83.556	Fire Management Assistance Grant
84.027	Special Education: Grants to States
84.048	Vocational Education: Basic Grants to States
93.283	Centers for Disease Control and Prevention: Investigations and Technical Assistance
93.558	Temporary Assistance for Needy Families (TANF)
93.563	Child Support Enforcement
93.658	Foster Care: Title IV-E
93.659	Adoption Assistance
93.667	Social Services Block Grant
93.767	State Children's Insurance Program (Children's Basic Health Plan)
93.775, .777, .778	Medicaid Cluster
93.917	HIV Care Formula Grants

93.959                      Block Grants for Prevention of Substance Abuse  
Various                      Research and Development Cluster  
Various                      Student Financial Aid Cluster

Dollar threshold used to distinguish  
between type A and B programs:      \$11.4 million

Auditee qualified as low-risk auditee?        X  yes       no

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# Disposition of Prior Year Audit Recommendations

The following audit recommendations are summarized from the Statewide Audit for Fiscal Years 1997 through 2002 and include only the recommendations not implemented as of Fiscal Year 2002. The Statewide Audit includes both financial audit and Single Audit recommendations. In addition, as part of the Statewide Audit for Fiscal Year 2003, we followed up on the 1998 performance audit of the Colorado Water Conservation Board, Construction Loan Program, and the 2001 financial review of the Department of Military and Veterans Affairs. The dispositions of those recommendations are also included below.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

**Department of Corrections**

2002 Single Audit  
Rec. No. 1

Establish a policy for recording the value of donated property.

Implemented.

**Department of Health Care Policy and Financing**

2002 Single Audit  
Rec. No. 24

Ensure payments are made only for allowable costs under the Medicaid program by (a) continuing to monitor and document the results of the newly established procedures to randomly test pharmaceutical providers' compliance with requirements for maintaining chronological logs of the Medicaid recipient signatures and (b) performing periodic reviews of services that require prior authorization and ensuring that Medicaid Management Information System (MMIS) system edits are properly identifying and denying services lacking the required authorization.

- a. Partially implemented. See current year Recommendation No. 28.
- b. Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 25

Strengthen controls over the data in systems used as the basis for determining beneficiaries' eligibility to receive Medicaid services by (a) performing random testing of eligibility information in the Client-Oriented Information Network (COIN) and Trails systems and making corrections as appropriate, and (b) establishing procedures to ensure that COIN is updated accurately to reflect the date of death for all beneficiaries and that payments that are made after the beneficiary's death are recovered from providers.

- a. Not implemented. See current year Recommendation No. 27.
- b. Partially implemented. See current year Recommendation No. 27.

2002 Single Audit  
Rec. No. 26

Continue to improve controls over provider eligibility by (a) requiring the fiscal agent to review all provider files to ensure each file includes a current provider agreement and documentation of applicable provider licenses and registrations, (b) revising control procedures to ensure expenditures are made only to eligible providers, and (c) developing procedures to update provider licensing information on an annual basis to ensure its accuracy for changes that occur throughout a given year.

Partially implemented. See current year Recommendation No. 29.

2002 Single Audit  
Rec. No. 27

Date stamp all rate revisions and reviews when received and all rate information sent to provider facilities.

Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 28

Require that the fiscal agent generate accurate claims summary reports for settling all hospital outpatient service claims payments within a specified time frame. If reports meeting the Department's requirements are not produced within the time frame, the Department should assess liquid damages against the fiscal agent.

Partially implemented. The Department's fiscal agent began generating claims summary reports in Fiscal Year 2003 for the backlogged years as far back as 1998. These reports did not contain accurate clinic data, since the reports were run under 2003 regulations versus the regulations that were in effect when the services were provided. The Department is able to recover the appropriate clinic data for the fiscal years outstanding by reloading the archived claims data and is forwarding it to its fiscal intermediary as it is recovered. The fiscal intermediary is conducting cost settlements as these data are received.

2002 Single Audit  
Rec. No. 30

Implement procedures to ensure that only allowable costs for Residential Treatment Centers (RTC) services are paid by verifying the accuracy of RTC provider billing and payment information through periodic audits, requiring additional Medicaid Management Information System (MMIS) payment edits, and seeking to recover overpaid amounts.

Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 31

Follow up on the results of the data match performed by the Office of the State Auditor between the Colorado Indigent Care Program (CICP) and the Medicaid program, and seek reimbursement as appropriate.

Partially implemented. In its original response to the audit recommendation, the Department stated that it did not plan to contact providers regarding the results of the data match, but that it would work to eliminate or minimize the problem in the future. The Department stated that it would clarify language in the CICP Program Manual that outlines procedures and policy regarding claims filed to both Medicaid and CICP, and Medicaid eligibility more generally. These changes have taken place.

2002 Single Audit  
Rec. No. 32

Ensure that applicants for the Colorado Indigent Care Program are screened for Medicaid eligibility in all appropriate instances by training providers on Medicaid eligibility screening procedure.

Implemented.

2002 Single Audit  
Rec. No. 33

Ensure post-year-end retroactive adjustments are made to charges for the Colorado Indigent Care Program by developing and implementing procedures for providers to report these adjustments.

Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 34

Reduce the projected Fiscal Year 2002 payment for University Hospital to reflect the provider's overbilling of the State related to the Medicare contractual adjustments of approximately \$6.7 million, and work with the Centers for Medicare and Medicaid Services (CMS) to determine additional actions the State should take with respect to prior overpayments.

No longer applicable. Based on the revised ruling by CMS, Medicare contractual adjustments can be included as uncompensated provider costs and used as the basis for Disproportionate Share Hospital reimbursement. Therefore, the Department did not need to adjust University Hospital's Fiscal Year 2002 prospective payment to reflect the \$6.7 million in Medicare contractual adjustments we identified during our audit.



**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 35

Ensure charges submitted for the Colorado Indigent Care Program (CICP) are consistent with the program's intent and reported on the same basis for all providers by (a) developing formal policies regarding the basis for reported charges and how contractual adjustments and other adjustments should be treated and (b) performing periodic on-site testing of charges and related adjustments.

- a. Implemented.
- b. Partially implemented. The Department has made extensive revisions to the CICP Provider Audit requirements effective Fiscal Year 2003. Among these changes is the addition of an administrative audit provision which puts providers on notice that they are subject to audit by the Department or an agent of the program. However, the Department reports that no such audits have been conducted to date due to lack of resources.

2002 Single Audit  
Rec. No. 36

Develop and implement controls over the reimbursement process for the Colorado Indigent Care Program (CICP) by (a) applying the reimbursement methodology consistently to all providers within each CICP provider category and documenting the reasons for any exceptions; (b) obtaining audited information on which to base providers' cost-to-charge ratios; (c) requiring, in instances where audited information is not available, that providers submit all necessary supporting documentation; and (d) informing providers about all policies and procedures related to determining provider reimbursements.

Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 37

Improve controls over the certification process for the Colorado Indigent Care Program (CICP) by (a) formally documenting annual comparisons of certified public expenditures by each provider to the provider's actual CICP write-off costs, (b) obtaining confirmation from the federal Centers for Medicare and Medicaid Services (CMS) on whether shortfalls in certified expenditures under Component 1A may be offset by excess certifiable expenditures under a different amendment to the State Plan, (c) informing providers of the purpose of certification and that expenditures cannot be certified if they are reimbursed by other federal funds, and (d) requiring that providers include an assurance in each quarterly certification letter stating that no federal funds were received as reimbursement for the certified expenditures, other than those through CICP.

Parts a. and b: Not implemented. In its response in the audit report, the Department stated that it would contact CMS regarding shortfalls in certification from one State Plan amendment to another; however, the Department reports that it has not contacted CMS regarding this.

Parts c. and d: Implemented.

2001 Single Audit  
Rec. No. 38

Ensure payments are made only for allowable costs under the Medicaid program by (a) ensuring that Electronic Data Interchange (EDI) agreements are current, (b) ensuring that pharmaceutical providers are maintaining signature logs for prescriptions dispensed to Medicaid recipient signatures and that credits are received for prescriptions not claimed within 14 days, (c) ensuring that only authorized transportation services are provided, and (d) ensuring that all services requiring prior authorization are screened through Medicaid Management Information System (MMIS) edits before payment is made.

a. Partially implemented. See current year Recommendation No. 29.

b. Partially implemented. See current year recommendation No. 28.

c. Implemented.

d. Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2001 Single Audit  
Rec. No. 40

Strengthen controls over the eligibility process for individuals under the Medicaid program by (a) ensuring all county departments of social services are maintaining current and complete files for Medicaid-eligible beneficiaries, (b) ensuring claims are not paid for an individual who is ineligible for benefits, and (c) performing periodic random testing of eligibility claims in conjunction with targeted reviews.

- a. Partially implemented. The Department reports that it will develop a comprehensive procedures manual for county departments of social services staff that includes proper case file maintenance procedures. The manual is scheduled for completion in the latter part of Calendar Year 2004, after the Colorado Benefits Management System (CBMS) has been implemented. In addition, the Department currently employs a contractor to recover Medicaid dollars for paid claims for dates of services beyond the recipient's date of death. See also current year Recommendation No. 27.
- b. Partially implemented. See current year Recommendation No. 28.
- c. Not implemented. See current year Recommendation No. 28.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2001 Single Audit  
Rec. No. 41

Improve controls over provider eligibility by (a) requiring that the fiscal agent ensure each file includes documentation of a current provider agreement and applicable provider licenses and registrations, (b) ensuring expenditures are made only to eligible providers, and (c) formalizing a five-year strategic plan for provider reenrollment.

Partially implemented. See current year Recommendation No. 29.

2001 Single Audit  
Rec. No. 44

Modify the Interagency Agreement with the Department of Human Services for single entry point subrecipient monitoring by (a) establishing procedures for conducting risk assessments for evaluating the need for an on-site financial compliance review and (b) requiring that all single entry point (SEP) entities receive an on-site financial compliance review within a reasonable period of time to ensure new and revised financial policies and procedures are being followed.

a. Partially implemented. A risk assessment is performed annually by the Department of Human Services. This assessment focuses on dollars at risk, length of time since the last review was performed, and other risk factors. The Interagency Agreement has not been modified to include this process.

b. Not implemented. The Department reports that it has been unable to secure funding to conduct on-site financial compliance reviews for all SEP agencies due to budget constraints.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2001 Single Audit  
Rec. No. 45

Ensure claims processed through Medicaid Management Information System (MMIS) are accurate and allowable under the Medicaid program by (a) establishing performance measures for claims processing in terms of financial and procedural error rates; (b) conducting regular claims audits on at least a quarterly basis; (c) reporting all errors and problems identified in the claim audit, regardless of source, and calculating procedural and financial error rates both for the fiscal agent and for claims processing overall; and (d) ensuring corrective action plans are developed and implemented in a timely manner by both fiscal agent and Department staff for all issues identified in the claims audits.

- a. Implemented.
- b. Partially implemented. Calculations for timeliness began in the Department's October 2001 review for June 2001 claims. However, Claims Processing Assessment System reviews were suspended in the summer of 2002 due to reassignment of staff resources to manage budget reduction work as well as work on the Health Insurance Portability and Accountability Act of 1996 (HIPAA) rules implementation. It is expected the reviews will continue after the Transaction and Codes Sets implementation is completed.
- c. Implemented.
- d. Implemented.

2001 Single Audit  
Rec. No. 47

Establish the review of Medicaid Management Information System (MMIS) edits, edit dispositions, and edit resolution text as a high priority.

Implemented.

<b>Report and Rec. No.</b>	<b>Recommendation</b>	<b>Disposition</b>
2001 Single Audit Rec. No. 48	Develop and implement adequate controls over the provider database in MMIS by establishing formal policies, procedures, and time frames for (a) routine reenrollment of Medicaid providers, (b) deactivation of providers who have not submitted claims to the Medicaid program for specified lengths of time, and (c) periodic data matches on provider credential information with other state agencies that regulate Medicaid providers.	a. Partially implemented. See current year Recommendation No. 29.  b. Implemented.  c. Implemented.
2001 Single Audit Rec. No. 50	Implement edits in Medicaid Management Information System (MMIS) to review laboratory claims for compliance with Clinical Laboratory Improvement Amendment (CLIA) requirements in accordance with state Medicaid policy.	Partially implemented. The plan for updating the system for CLIA issues was established in June 2001. However, the Department reports that it has been unable to complete changes due to time requirements for work on the Health Insurance Portability and Accountability Act of 1996 (HIPAA). The plan will be redrafted in December 2003 for inclusion in work to be performed in Fiscal Year 2004.
2001 Single Audit Rec. No. 51	Work with the General Assembly to develop more appropriate service limits for Home and Community Based Services (HCBS) and home health services.	Implemented.
2001 Single Audit Rec. No. 55	Work with the State's Fiscal Agent to implement additional system edits and controls. Further, the Department should perform ongoing reviews of the edits in place.	Implemented.

<b>Report and Rec. No.</b>	<b>Recommendation</b>	<b>Disposition</b>
2001 Single Audit Rec. No. 56	Evaluate the costs and benefits of combining assessment and eligibility determination, and establish an independent review of these processes.	Implemented.
1999 Single Audit Rec. No. 29	Ensure that all nursing facilities receive in-depth reviews of billing practices and personal needs funds on a systematic basis.	Implemented.
1999 Single Audit Rec. No. 30	Undertake a comprehensive review of high-risk programs that result in inappropriate payments, and modify policies and procedures to prevent payment of inappropriate claims.	Implemented.

**Department of Higher Education**

**State Historical Society**

2002 Single Audit Rec. No. 2	Perform a complete physical inventory at fiscal year-end or another specified time.	Implemented.
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**University of Colorado Health Sciences Center**

2002 Single Audit Rec. No. 38	Strengthen controls over the student reconciliation process. Specifically, (a) controls should be formalized into written policies and procedures and should be clearly communicated to Bursar's Office staff; (b) controls should be periodically reviewed to ensure they are being followed consistently and appropriately; and (c) the Office of the Bursar should work to clear outstanding reconciling items between the Student Information System, the loan servicer, and the general ledger, on a timelier basis.	Implemented.
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**Report and  
Rec. No.**

**Recommendation**

**Disposition**

**Colorado State University - Pueblo**

2002 Single Audit  
Rec. No. 39

For the Federal Perkins Loan Program (a) strengthen procedures to ensure that adequate documentation is obtained from borrowers to support financial hardship for deferment or cancellation of student loans, (b) modify its loan collection program to ensure that the date a student loan enters repayment status is calculated in accordance with federal guidelines, and (c) strengthen procedures to ensure that student withdrawal information is reported to the National Student Loan Data System for all students.

Partially implemented. The University implemented procedures to address parts (a) and (c) of the recommendation. In its effort to implement part (b), the University assessed its current software package, determined it could not be modified to provide the required functionality, and evaluated other available software packages. Although none of the packages met all its requirements, the University thinks a product possibly could be modified to provide the desired functionality. Because of reductions in funding and budget constraints, the University believes it is prevented from proceeding with any solution at this time.

**Pikes Peak Community College**

2002 Single Audit  
Rec. No. 40

Establish procedures to ensure that professional judgments are clearly based on the supporting documentation received from the students and that the professional judgments are adequately documented, providing a clear audit trail.

Implemented.



**Report and  
Rec. No.**

**Recommendation**

**Disposition**

**Front Range Community College  
Trinidad State Junior College**

2002 Single Audit  
Rec. No. 41

Front Range Community College should establish procedures to ensure that all graduating Federal Direct Loan borrowers who do not complete exit counseling before graduating receive written exit counseling materials within 30 days following their graduation. Front Range Community College and Trinidad State Junior College should establish procedures to ensure that exit counseling is provided to borrowers who cease at least half-time attendance.

Implemented.

**Trinidad State Junior College**

2002 Single Audit  
Rec. No. 42

Establish procedures to ensure that the withdrawal dates of students who withdraw without providing notification are determined at the latest within 30 days after the end of the term.

Not implemented. See current year Recommendation No. 52.

**Front Range Community College**

2002 Single Audit  
Rec. No. 43

Establish procedures to ensure that the institution's portion of a student's unearned Title IV funds are returned within 30 days after the school has determined a student has withdrawn.

Not implemented. See current year Recommendation No. 51.

**Front Range Community College - Westminster**

2002 Single Audit  
Rec. No. 44

Establish procedures to ensure students are requested to repay required grant overpayments.

Implemented.

<b>Report and Rec. No.</b>	<b>Recommendation</b>	<b>Disposition</b>
<b>Community College of Denver</b>		
2002 Single Audit Rec. No. 45	Establish procedures to ensure that return of Title IV funds calculations are made properly and to ensure that the school's portion of the unearned aid is returned. This should include a review of all Title IV funds calculations during the period in question, and errors should be corrected and appropriate action taken.	Implemented.
<b>Front Range Community College</b>		
2002 Single Audit Rec. No. 46	Establish procedures to ensure that the proper institutional charges are used in the return of Title IV funds calculations.	Implemented.
<b>Community College of Denver Pikes Peak Community College Pueblo Community College Front Range Community College - Larimer</b>		
2002 Single Audit Rec. No. 47	Establish procedures to ensure that spring break is properly excluded from the return of Title IV funds calculations.	Implemented.
<b>Pikes Peak Community College</b>		
2002 Single Audit Rec. No. 48	Establish procedures to ensure that the Eligibility Certification Approval Report is kept available for review by auditors.	Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

**Trinidad State Junior College**

2002 Single Audit  
Rec. No. 49

Consider the need to automate the award packaging process, and consider the need for additional mitigating controls to ensure proper segregation of duties for carrying out the Student Financial Aid (SFA) programs.

Not implemented. Trinidad State Junior College began to evaluate this change. However, this is a long-term business process change that will require time.

**Colorado Community College System**

2002 Single Audit  
Rec. No. 50

Evaluate the student financial aid findings noted above, and ensure all colleges are in compliance and have adequate internal control over the areas noted. Develop systemwide policies to address key student financial requirements such as return of Title IV funds and professional judgments.

Partially implemented. The system office appointed a central student financial aid coordinator to work with colleges to address findings and compliance issues. However, we noted a number of student financial aid findings this year.

2002 Single Audit  
Rec. No. 51

Ensure funds are disbursed to subrecipients only on an as-needed basis, and only reimburse subrecipients for amounts expended on allowable costs, where the expenditures are adequately documented.

Implemented.

2002 Single Audit  
Rec. No. 52

Strengthen monitoring procedures and the documentation over subrecipients receiving funds for the Carl Perkins - Vocational Education program.

Implemented.

2002 Single Audit  
Rec. No. 53

Strengthen controls over its cash management process to ensure requests for reimbursement are for costs incurred.

Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

**Colorado School of Mines**

2002 Single Audit Rec. No. 54	Develop subrecipient monitoring documentation policies and procedures to ensure that subrecipient files are properly maintained and monitored.	Partially implemented. See current year Recommendation No. 58.
2002 Single Audit Rec. No. 55	Follow the policies and procedures to ensure close-out procedures are documented for each project completed to prevent erroneous expenses from being charged to these projects and ensure compliance with all applicable laws and regulations.	Partially implemented. See current year Recommendation No. 59.
2002 Single Audit Rec. No. 56	Develop a process for reviewing financial aid awards to ensure that Pell Grants are awarded in the correct amount.	Implemented.
2002 Single Audit Rec. No. 57	Develop policies and procedures to help ensure that all communications with National Student Loan Data System are complete, accurate, and timely.	Not implemented. See current year Recommendation No. 60.

**Colorado Student Loan Program**

2002 Single Audit Rec. No. 58	Ensure that all new processes affecting the default aversion fee billing system are adequately tested to avoid unforeseen impacts on the system and possible errors.	Partially implemented. See current year Recommendation No. 61.
2002 Single Audit Rec. No. 59	Develop procedures to ensure that default aversion fees are computed on the correct base amounts.	Partially implemented. See current year Recommendation No. 61.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 60

Refund excess interest to borrowers, and develop and implement procedures to detect and correct interest calculation transactions.

Implemented.

**Department of Human Services**

2002 Single Audit  
Rec. No. 3

Improve controls over the preparation of fiscal year-end exhibits submitted to the State Controller's Office to ensure that information is accurate and complete.

Not implemented. See current year Recommendation No. 8.

2002 Single Audit  
Rec. No. 29

Implement procedures to ensure that only allowable costs for Residential Treatment Centers services are paid.

Implemented.

2002 Single Audit  
Rec. No. 61

Continue to improve its cash management for federal programs by ensuring federal draws are made timely and in accordance with the Cash Management Improvement Act (CMIA) agreement.

Deferred. The Department reports that a new draw pattern has been established but is not effective until July 1, 2003.

2002 Single Audit  
Rec. No. 62

Strengthen the payment review process within the Temporary Assistance for Needy Families (TANF) program to ensure expenditures are consistent with supporting documentation, paid timely and charged to the correct fiscal year, and coded to the proper account.

Partially implemented. We noted problems with the Department's recording of TANF expenditures prior to its full implementation of this recommendation.

2002 Single Audit  
Rec. No. 63

Reinstitute and maintain a quality assurance review process over those children receiving in-home and short-term out-of-home Foster Care services.

Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 64

Work to achieve a greater degree of accountability related to Medicaid-reimbursable case management services provided by child placement agencies.

Partially implemented. The Department scheduled reviews of Mental Health Assessment and Services Agencies (MHASA) contracts to be conducted during the fourth quarter of Fiscal Year 2003. Staff indicate they will continue the reviews during Fiscal Year 2004.

2002 Single Audit  
Rec. No. 65

Ensure that child placement agencies (CPAs) are meeting state and federal requirements related to how public foster care funds can be spent.

Deferred. In April 2003 the Governor signed HB 03-1081 allowing licensing actions to be taken against facilities that misuse public funds. As of June 30, 2003, the Department had completed a financial audit of one CPA and contacted for financial audits of an additional six CPA's. The Department plans to review five CPA's each year beginning in January 2004. The Department's planned implementation date for this recommendation is in Fiscal Year 2004 (12/31/2003).

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 66

Ensure that counties pay child placement agencies (CPAs) a reasonable level of compensation based upon individual cost experiences by (a) modifying the rate-setting approaches used by the Department and counties, (b) collecting and analyzing information on licensed child placement agencies' cost experiences at least every two years and ensuring that administrative rates set by the Department and counties reflect these cost experiences, and (c) reviewing counties' methodologies for establishing administrative rates at least every two years to determine if they accurately reflect the cost experiences of CPAs.

a. The Department disagreed with this part of the recommendation and did not implement it.

b. and c. Partially implemented. The Department has taken preliminary actions to address this recommendation by obtaining information on county rate-setting methodologies. The Department plans to analyze information on CPA cost experiences at least every two years.

2002 Single Audit  
Rec. No. 67

Ensure that the Department submits reimbursement claims that include all federal Title IV-E funds available to the State.

Partially implemented. The Department has worked with the counties to identify additional Title IV-E costs eligible for federal reimbursement and made additional claims for reimbursement. The Department reports it will ask providers to update information annually during the licensing process and that it will review child placement agencies' business classifications in Trails biannually for accuracy.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 68

Ensure that counties' placement and data entry processes result in the Department's accessing all of the federal Title IV-E funds available to the State by (a) working with the U.S. Department of Health and Human Services to determine why states cannot receive Title IV-E reimbursements for children placed with for-profit Child Placement Agencies (CPAs) and whether any flexibility in this requirement exists; (b) evaluating the costs and benefits of requiring CPAs to be nonprofit organizations and proposing changes to statutes, as necessary; and (c) issuing a written policy to all counties in the State that details how counties should enter foster care rates into Trails.

Partially implemented. The Department determined from federal Health and Human Services representatives that the current requirements regarding allowability of Title IV-E CPA costs contain no flexibility as they are currently implemented. The Department is working with a contractor and CPA representatives to persuade for-profit CPAs to become non-profit CPAs. While the Department is providing training to county staff regarding data-entry into Trails, it has not issued a written policy detailing how counties should enter foster care rates into Trails.



**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 69

Eliminate duplicate records within Trails, and enhance input controls by (a) performing regular search processes to identify possible duplicate records and communicating results to counties; (b) providing training to counties regarding the process of communicating duplication errors to the State; (c) following up with counties to ensure counties are actively resolving duplications; (d) implementing an outlined, specific methodology for county staff to use during the search process; (e) enhancing the system search engine; (f) implementing detection controls; and (g) establishing a process where referral information without a valid social security number would be considered a temporary record.

Parts a, b, c, d, and e:  
Implemented.

Part f: Not implemented. The Department has not implemented detection controls within Trails that would avoid the duplication of Social Security Numbers or State IDs.

Part g: Not implemented. The Department has not established a process for referral information remaining temporary without a valid social security number and excluded from certain reports and processing.

2002 Single Audit  
Rec. No. 70

Take immediate steps to investigate and resolve the \$650,000 in outstanding credits within the County Financial Management System (CFMS), and recover all overpayments. Perform testing of provider payments made through Trails and CFMS to determine the accuracy and validity of payments issued on the basis of Trails data.

Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 71

Address interface problems between Trails and the County Financial Management System (CFMS) and improve controls over provider payments by (a) implementing modifications to correct provider matching issues between the two systems, (b) establishing provider payment limits that would allow counties to identify excessive payments, and (c) creating standard reconciliation processes to reconcile payments calculated by Trails to payments disbursed through CFMS and collect overpayments.

Partially implemented. The Department implemented a system modification to address provider matching between the two systems. The Department has also expanded its existing reconciliation procedures. However, based on the Department's consultation with county users who did not support the establishment of provider payment limits within CFMS or Trails, the Department did not establish payment limits in either system.

2002 Single Audit  
Rec. No. 72

Ensure that funding source codes are accurate in the Trails system by (a) implementing a system modification to correct the erroneous reversal of funding source codes, (b) requiring that counties submit funding source codes adjustment forms for all errors identified, and (c) providing training to all fiscal staff and caseworkers on entering funding source codes.

Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 73

Enhance the Trails system so that changes made by caseworkers do not inadvertently approve a suspended payment.

Partially implemented. The Department has initiated a pilot program in Pueblo County to address this issue and anticipates statewide implementation of the program by January 2004. The Department has also issued agency letters to all counties regarding new procedures for correcting any incorrect provider payments made as a result of inadvertent approval of suspended payments.

2002 Single Audit  
Rec. No. 74

Ensure system problems with provider payments in Trails are addressed by (a) requiring that staff report all instances of improper payments to the Trails helpdesk, (b) requiring that the helpdesk notify all counties when system problems are identified, and (c) requiring that the helpdesk provide additional instructions to the workers when user errors are identified.

Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 75

Ensure reports from the Trails system are accurate and meet requirements by (a) providing specialized training to appropriate county workers on reports, (b) working with the counties and other stakeholders to identify critical reports and other reporting issues, and (c) establishing procedures to solicit courts to accept one established format for court documents.

- a. Implemented.
- b. Partially implemented. The Department has identified all reports generated by Trails and has begun the process of prioritizing critical reports and correcting problems identified with certain reports.
- c. Partially implemented. The Department has contacted the Judicial Department and is conducting ongoing meetings to determine the acceptable format of court documents. However, the Department has not completed this process.

2002 Single Audit  
Rec. No. 76

Continue to work with the Department of Health Care Policy and Financing to improve the interface between Trails, Client-Oriented Information Network (COIN), and Medicaid Management Information System (MMIS).

Ongoing. The Department is working with the Department of Health Care Policy and Financing to ensure that Medicaid information is accurately reflected in all state systems.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 77

Establish adequate controls to ensure that Colorado Works diversion expenditures are in compliance with requirements and meet the program's intent by (a) reviewing diversion case files as part of its periodic and ongoing Temporary Assistance for Needy Families (TANF)/Colorado Works monitoring process at county departments of social services, and following up timely on issues identified; (b) using Client-Oriented Information Network (COIN) data on diversion payments to perform periodic risk analyses on counties' Diversion Programs and to perform other follow-up; (c) developing written policies defining appropriate expenditures for diversion and communicating these to county departments of social services; and (d) requiring that all counties identify policies in their annual county plans to identify and recover diversion overpayments and reviewing the implementation of recovery policies.

Implemented.

2002 Single Audit  
Rec. No. 78

Institute a formal review process for county Colorado Works annual plans for diversion by (a) assigning staff to review annual county plans, (b) establishing a method for providing feedback to counties regarding appropriateness of their plans within a specified time frame and ensuring that required changes are made timely, and (c) determining counties' compliance with their county plans through ongoing case file reviews.

Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 79

Take immediate steps to address the problems identified in the audit regarding county "transitional" programs under Temporary Assistance for Needy Families (TANF)/Colorado Works diversion including (a) conducting detailed case file reviews of recipients and payments under county transitional programs and addressing and resolving instances of noncompliance, and (b) ensuring that counties are adequately informed about the requirements for payments or services to appropriately be classified as "other assistance."

Implemented.

2002 Single Audit  
Rec. No. 80

Verify identity and income information submitted by applicants for Colorado Works diversion by (a) processing all diversion applicants through the federal Income, Eligibility, and Verification System (IEVS) on a timely basis, (b) submitting all identified identity and income discrepancies to the counties for investigation and follow-up, and (c) requiring counties to address and resolve discrepancies identified through IEVS in a timely manner.

Not implemented. While all Temporary Assistance for Needy Families (TANF) applicants are entered into the Client-Oriented Information Network (COIN) system, IEVS data matches are only conducted on active cases. Since a majority of diversion cases are closed immediately after the applicant receives the diversion payment, these applicants are not matched through IEVS. The Department reports that the new Colorado Benefits Management System (CBMS) system, scheduled to be implemented in April 2004, will have the capability to run all cases through the IEVS system.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 81

Ensure information in Colorado Works diversion case files is adequate by (a) establishing and communicating policies that outline the type of documentation to be maintained in county case files and (b) ensuring that counties implement existing state regulations requiring verification of specific applicant-provided information and other information affecting eligibility for diversion.

Ongoing. The Department is continuing to provide guidance to counties on the types of documentation necessary to be included in the case files for diversion recipients and to monitor case files to ensure that case files include appropriate documentation and verification consistent with Colorado Works rules.

2002 Single Audit  
Rec. No. 82

Require that counties have policies in their county plans for granting any Temporary Assistance for Needy Families (TANF) benefits or services to county employees. Policies should ensure that eligibility determination is performed in compliance with requirements and that potential conflict-of-interest issues are addressed.

Partially implemented. The Colorado Works/TANF Division included a requirement in its 2003 county plan template for each county to document its policies related to county employees receiving TANF assistance, including diversion. The Division has developed a system to verify counties' inclusion of this requirement in their plans. However, the Division identified 14 counties that did not address this issue in their county plans. The Division reports that it is working with these counties to revise their plans to address this issue.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 83

Ensure that counties sufficiently document information used to determine eligibility, calculate benefit amounts, and determine adherence to timeliness standards for the Low-Income Energy Assistance Program (LEAP) by (a) requiring applicants to provide a social security number and date of birth for all household members and (b) continuing to emphasize the importance of documentation in training sessions.

Implemented.

2002 Single Audit  
Rec. No. 84

Improve the timeliness of the application process by (a) implementing a time requirement for providing Crisis Intervention Program services, (b) continuing to emphasize the importance of documenting actions taken on cases, and (c) evaluating the 50-day time requirement for processing standard Low-Income Energy Assistance Program applications.

a. Partially implemented. Although the Department continues to enforce rules requiring some form of assistance within 48 hours, the Department has decided not to implement time requirements for providing Crisis Intervention Program services.

b. Implemented.

c. Partially implemented. Although Department staff evaluated the 50-day time requirement, they did not reduce the number of days allowed for processing applications.



**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 85

Improve the accuracy of county administrative and outreach reporting for the Low-Income Energy Assistance Program by (a) ensuring counties use an approved time reporting method, (b) developing and disseminating guidelines on the appropriate uses of administrative funds, (c) continuing to emphasize to county program and fiscal staff the importance of appropriately coding administrative expenditures, (d) requiring documentation for overexpenditures, and (e) reassessing methodology for allocating funds.

Implemented.

2002 Single Audit  
Rec. No. 86

Improve Low-Income Energy Assistance Program oversight by (a) developing a monitoring plan, (b) enforcing the corrective action plan requirement and following up on the plans in a timely manner, (c) monitoring benefit payments made to utility vendors, and (d) maintaining better communication with the Field Audits Section.

Parts a. and b: Implemented.

Part c: The Department disagreed with this part of the recommendation and did not implement it.

Part d: Implemented.

2002 Single Audit  
Rec. No. 87

Improve oversight of Crisis Intervention Program (CIP) funds by (a) requesting counties randomly follow up with CIP recipients, (b) requiring service providers to submit detailed invoices that include a client signature, and (c) periodically contracting with private vendors to inspect a sample of CIP homes.

Parts a. and b: Implemented.

Part c: The Department disagreed with this part of the recommendation and did not implement it.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2001 Single Audit  
Rec. No. 11

Record expenditures within the proper appropriations, and reverse unused accounts payable accruals.

Not implemented. We noted that the Department did not revert unused accounts payable accruals timely for a sample of five reporting categories. See also current year Recommendation No. 6.

2001 Single Audit  
Rec. No. 12

Improve controls over fixed assets by (a) completing quarterly reconciliations between fixed asset expenditures and additions to fixed assets and (b) correcting identified errors on the COFRS prior to fiscal year-end.

Not implemented. Five state and veterans nursing homes within the Department did not prepare quarterly fixed asset reconciliations during the year. In addition, we identified problems with year-end reconciliations prepared by other Department divisions. See current year Recommendation No. 7.

2001 Single Audit  
Rec. No. 67

Improve inventory controls for the Food Distribution Program by (a) resolving identified discrepancies and (b) developing formal procedures for tracking commodities.

Not implemented. The Department did not provide sufficient documentation showing the reconciliation of inventory discrepancies. Further, although the Department has informally developed procedures for tracking commodities, they have not documented these procedures.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2001 Single Audit  
Rec. No. 80

Work with the Department of Health Care Policy and Financing to identify the most cost-effective methods for having financial compliance reviews completed more frequently.

Not implemented. The Department of Health Care Policy and Financing reports that it has been unable to secure funding to conduct financial compliance reviews for all Single Entry Point (SEP) agencies due to budget constraints.

2000 Single Audit  
Rec. No. 12

Improve the audit process for the purchasing card program by (a) performing monthly reviews of transactions or cardholder, (b) documenting audit procedures, and (c) enforcing disciplinary action when necessary.

Ongoing. The Department has documented and instituted a monthly review process over purchasing card transactions and is enforcing disciplinary action when necessary.

1997 Single Audit  
Rec. No. 9

The Division of Vocational Rehabilitation should (a) examine the types of services it purchases and develop a process for competitively bidding those services, and (b) work with the Division of Purchasing to ensure that its new procedures comply in all respects with purchasing requirements.

Deferred. We continue to have concerns regarding payments to one provider.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

**Division of Child Welfare Services**

2002 Single Audit  
Rec. No. 88

Ensure the State is in compliance with federal and state requirements regarding adoption subsidy payments after children reach the age of 18.

Partially implemented. The Department has developed and communicated written policies to the counties regarding adoption assistance subsidy payments for children over 18 and implemented a schedule for monitoring adoption subsidy payments on a regular basis. However, while the Department has made some efforts to determine whether subsidy payments are owed to the federal government for ineligible individuals, the Department needs to take additional steps toward resolving this issue.

2002 Single Audit  
Rec. No. 89

Improve how counties handle adoption subsidies when children are temporarily placed out of their adoptive homes.

Implemented.

**Division of Child Support Enforcement**

2000 Single Audit  
Rec. No. 62

Continue to work with the counties that are not in compliance with state child support regulations, and impose sanctions on those counties that have ongoing problems with compliance and that do not make good faith efforts to improve.

Ongoing. The Department is continuing to review case files on an annual basis and to consider the need for sanctions.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

**Department of Labor and Employment**

2002 Single Audit Rec. No. 4	Perform a comparison of actual collections received for overpayments to the percentages used to adjust the allowance for doubtful accounts on an annual basis and adjust the percentages as necessary.	Implemented.
2002 Single Audit Rec. No. 5	Maintain copies of detail listings of all benefit overpayment accounts at fiscal year-end.	Implemented.
2002 Single Audit Rec. No. 6	Ensure that the "genesis!" system will generate reports listing benefits payable at any point in time and use this information to record benefits payable on the State's financial system.	Deferred. The "genesis!" system is scheduled to be put into place in Fiscal Year 2004.
2002 Single Audit Rec. No. 7	Ensure that reconciliations between all workers' compensation information systems and the State's accounting system are performed on at least a quarterly basis throughout the year and that any discrepancies between systems are resolved on a timely basis.	Implemented.
2002 Single Audit Rec. No. 90	Work with the State Treasurer to ensure that its draw methods and funding techniques achieve interest neutrality with the federal government.	Deferred. Amendments to the Treasury-State Agreement are effective for Fiscal Year 2004.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2001 Single Audit  
Rec. No. 81

Improve coordination efforts between Welfare-to-Work, Temporary Assistance for Needy Families (TANF), and other employment programs in the State.

Partially implemented. The Department has prepared a Memorandum of Understanding (MOU) with the Departments of Corrections, Human Services, and Public Safety. However, the current MOU provided by the Department does not contain the signature of the Executive Director of the Department of Human Services.

2001 Single Audit  
Rec. No. 83

Improve how the State's Welfare-to-Work programs are monitored.

Deferred to Fiscal Year 2004.

**Department of Military and Veterans Affairs**

2001 Single Audit  
Rec. No. 15

Improve oversight of financial activity, and ensure controls over accounting functions are adequate.

Implemented.

2001 Single Audit  
Rec. No. 16

Reduce delays in processing transactions.

Implemented.

2001 Financial  
Review. #1404  
Rec. No.1

Improve oversight of financial activity, and ensure controls over accounting functions are adequate.

Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2001 Financial  
Review. #1404  
Rec. No. 2

Reduce delays in processing transactions by streamlining the vendor payment and federal approval process. In addition, the Accounting Department should record changes in fixed assets annually.

Implemented.

2001 Financial  
Review. #1404  
Rec. No. 3

Improve controls over payroll.

Implemented.

2001 Financial  
Review. #1404  
Rec. No. 4

Obtain advances on federal projects.

Implemented.

2001 Financial  
Review. #1404  
Rec. No. 5

Ensure that the Tuition Assistance Office is notified prior to the discharge of soldiers so that any refunds due can be collected.

Partially implemented. In most instances, the Department is informed prior to the discharge of soldiers, either through electronic means or quarterly reports. However, when soldiers leave duty without authorization, it may be months before the Tuition Assistance Office is informed by the federal government of the status. The Department will continue to work with the federal government to expedite the notification process to the extent possible.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2001 Financial  
Review. #1404  
Rec. No. 6

Move the control over all Department receivables into the Accounting Section to allow for adequate segregation of duties and the prompt deposit of receipts.

Implemented.

2001 Financial  
Review. #1404  
Rec. No. 7

Proceed with testing of downloading capabilities of the State purchasing card to facilitate the timely coding of charges.

Implemented.

**Department of Natural Resources**

2002 Single Audit  
Rec. No. 8

Improve the administration and monitoring of the procurement card program by ensuring that (a) all monthly procurement card statements are reviewed and signed by both the employee and the approving official, (b) all employees and approving officials have signed cardholder agreement and/or approving official forms, and (c) reviews of procurement card statements are performed in accordance with policy.

a. Implemented.

b. Implemented.

c. Partially implemented. The Department established monitoring procedures to ensure that reviews of procurement card statements are performed. However, at the time of our audit, a complete review of the Fiscal Year 2003 statements had not been performed.



**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 9

Improve controls over capital assets by (a) performing an annual physical inventory at all of its locations; (b) establishing reasonable useful lives for original assets and additions to those assets based upon its own experience and documented assumptions and ensuring that the useful lives of improvements are the same as or less than the original asset; (c) raising its capitalization thresholds to the levels recommended by the State Controller's Office, or establishing other reasonable thresholds based upon documented experience; and (d) making the proper adjustments to the State's accounting system based upon the results of its physical inventory, its review of established useful lives, and its reevaluation of capitalization criteria.

- a. Not implemented. See current year Recommendation No. 14.
- b. Implemented.
- c. Implemented.
- d. Partially implemented. See current year Recommendation No. 14.

**State Board of Land Commissioners**

2002 Single Audit  
Rec. No. 10

Improve surface lease procedures and systems through the following: (a) continuing to streamline its lease renewal process in order to reduce or eliminate the backlog, (b) billing for back rents on expired leases based upon the "hold-over tenant" concept, (c) recording revenue in the proper fiscal year, and (d) implementing the new State Asset Management (SAM) system as soon as possible.

Parts a, b, and c: Deferred. The Division implemented the SAM system during Fiscal Year 2003 and is currently in the process of analyzing system reporting capabilities and gathering comparison data.

Part d: Implemented.

**Division of Wildlife**

2002 Single Audit  
Rec. No. 11

Request reimbursement for its Great Outdoors Colorado-related expenditures on a monthly basis.

Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 12

Improve controls to reduce the number of cancelled payments by (a) ensuring vendor information is correct before issuing payments to vendors, (b) documenting the reason for cancelling a warrant on the original payment voucher, and (c) determining the reason for recurring problems with payment vouchers and strengthening management controls to prevent them from occurring in the future.

Implemented.

2001 Single Audit  
Rec. No. 18

Improve controls to reduce the number of cancelled payments by (a) ensuring applicant information is correct, (b) cross-checking between returned limited license refund checks and returning applicants, and (c) following up on returned limited license refunds.

Deferred. The Division implemented the Total Licensing System in fall 2003 but has not completely implemented the system reporting capabilities and functions.

2000 Single Audit  
Rec. No. 22

Improve controls over license inventory by reducing excess license inventories and tracking voided licenses separately.

No longer applicable. With the implementation of the Total Licensing System, license inventories no longer exist because the system generates licenses at the point of sale.

**Water Conservation Board**

1998 Audit #1132  
Rec. No. 1

Set forth goals and objectives for managing the Construction Fund Loan Program, closely monitor the progress of implementing procedures that will improve Program operations, and make periodic reports on the progress of improvements to interested parties.

Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

1998 Audit #1132  
Rec. No. 2

Improve its methods for estimating the receipts and disbursements, assess the effectiveness of its marketing strategies, and work with the General Assembly to make statutory changes needed to reduce the cash balance of the Construction Fund.

Implemented.

1998 Audit #1132  
Rec. No. 3

Require applicants to provide evidence that they have explored other funding sources prior to approving the use of Construction Fund monies.

No longer applicable. House Bill 02-1152 eliminated the requirement that applicants explore other funding sources before applying for the loans.

1998 Audit #1132  
Rec. No. 4

Ensure that all projects receiving funding through the Program clearly adhere to the funding priorities established by statute, or seek statutory changes.

Implemented.

1998 Audit #1132  
Rec. No. 5

Establish reasonable time limits for project sponsors to expend project funding.

Implemented.

1998 Audit #1132  
Rec. No. 7

Identify all feasibility study loans made before 1993, determine their status, and initiate repayment processes if appropriate.

No longer applicable. The Colorado Water Conservation Board wrote-off outstanding feasibility study loans made prior to 1993 as the projects have not been built, and therefore, the loans have reverted to grant status. Senate Bill 01-157 created a grant fund in the amount of \$200,000 for feasibility studies.

<b>Report and Rec. No.</b>	<b>Recommendation</b>	<b>Disposition</b>
1998 Audit #1132 Rec. No. 8	Develop and implement a systematic method for quantifying and weighing the relative creditworthiness and financial need of potential loan recipients.	Implemented.
1998 Audit #1132 Rec. No. 9	Ensure collateral for loans adequately protects the State's interests in the event of a borrower's default on its loan obligation.	Implemented.
1998 Audit #1132 Rec. No. 10	Ensure that all security documents are filed in a timely manner, and develop reliable systems to monitor compliance with filing requirements.	Implemented.
1998 Audit #1132 Rec. No. 11	Ensure that borrowers comply with requirements to carry general liability insurance.	Not implemented. See current year Recommendation No. 16.
1998 Audit #1132 Rec. No. 12	Establish a process for reviewing each loan prior to disbursing project funds and at various times thereafter.	Partially implemented. The Colorado Water Conservation Board (CWCB) has established a process for reviewing each loan prior to disbursing project funds. However, the CWCB should improve its monitoring of borrowers' compliance with liability insurance requirements. See current year Recommendation No. 16.
1998 Audit #1132 Rec. No. 13	Improve procedures for maintaining loan records, including developing a consistent, centralized filing system.	Implemented.

<b>Report and Rec. No.</b>	<b>Recommendation</b>	<b>Disposition</b>
1998 Audit #1132 Rec. No. 14	Ensure that borrowers receive bills that are timely and accurate.	Implemented.
1998 Audit #1132 Rec. No. 15	Formally adopt policies and procedures for handling loan collection problems.	Implemented.
1998 Audit #1132 Rec. No. 16	Work with the Attorney General and State Controller to expand the use of boilerplate contracts; develop monitoring procedures to ensure contracts are amended in a timely manner; and consider adopting a two-phase contracting process.	Implemented.
1998 Audit #1132 Rec. No. 17	Work with the Department of Natural Resources' Accounting Section to improve accounting procedures and strengthen internal controls.	Implemented.
1998 Audit #1132 Rec. No. 18	Consider staffing changes and other alternatives to correct accounting deficiencies.	Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

**Department of Personnel and Administration**

2002 Single Audit  
Rec. No. 13

Improve the payroll function by (a) segregating the payroll processing and reconciliation duties, (b) reviewing employee personnel files and reconfirming that withholding documentation is accurate and complete, (c) implementing adequate supervisory reviews over the payroll calculation, and (d) ensuring adequate compensating controls are in place if payroll duties are not segregated.

- a. Implemented.
- b. Partially implemented. The Department requested employees to submit new withholding documentation in order to update personnel files; however, discrepancies were noted between the documentation in the files and what was recorded in the Colorado Personnel Payroll System. See current year Recommendation No. 17.
- c. Implemented for monthly payroll. Deferred for biweekly payroll. We found one out of 26 biweekly payrolls were incorrectly calculated. The Department no longer has any biweekly payroll.
- d. Implemented.

2002 Single Audit  
Rec. No. 14

Implement procedures to review Central Collections' supporting documentation prior to approval of payments.

Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 15

Properly classify revenue for TABOR purposes.

Implemented.

2001 Single Audit  
Rec. No. 20

Monitor sick and annual leave on a statewide basis by (a) reviewing the adequacy of leave tracking systems and (b) establishing a project schedule and deadlines for implementing a statewide automated leave system.

- a. Deferred. During Fiscal Year 2002 the Department developed an audit schedule to review agencies' leave tracking systems. Audits of 19 agencies were started in Fiscal Year 2003, and it is anticipated that these audits will be completed by March 31, 2004.
- b. Deferred. Due to the current economic status of the State, agencies cannot afford to implement a new leave tracking system. Thus, Personnel has not been able to establish a reliable project schedule.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

**State Controller's Office**

2002 Single Audit  
Rec. No. 16

Refine the methods used to compile the statement of cash flows and the statement of revenues, expenses, and change in fund net assets by (a) working with higher education institutions to develop a consistent interpretation of Governmental Accounting Standards Board Statement No. 9 to be used in categorizing accounting transactions in the statement of cash flows, and (b) assisting the Colorado Student Obligation Bond Authority to ensure that transactions are properly categorized and reported.

- a. Implemented.
- b. Partially implemented. The State Controller's Office continues to work with the Colorado Student Obligation Bond Authority to develop consistency of reporting in the statement of cash flows. See current year Recommendation No. 4.

**State Archives**

2001 Single Audit  
Rec. No. 26

Work with the General Assembly to establish standards for records management.

Implemented.

2001 Single Audit  
Rec. No. 27

Require the submission of inventory listings of records stored and storage space used from each agency.

Deferred. During the 2003 legislative session Senate Bill 03-33 was passed, which gave agencies until January 2004 to provide an inventory listing to State Archives.

2001 Single Audit  
Rec. No. 28

Improve communication regarding (a) records management policies and procedures, (b) purging and destroying records, and (c) maintenance and storage of records.

Implemented.



**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2001 Single Audit  
Rec. No. 29

Convert the current cataloging system from a paper to an electronic format.

Partially implemented. The Division converted the cataloging system for four departments into an electronic format, representing about 5 percent of the total record indexes. Due to budget constraints, further actions to purchase professional services to convert the cataloging system or create a cataloging system have not been pursued.

2001 Single Audit  
Rec. No. 30

Ensure that training is available to all agencies by (a) taking steps to publicize the type and nature of training that is available and (b) conducting general training sessions for all agency records officers.

Implemented.

**Department of Public Health and Environment**

2002 Single Audit  
Rec. No. 91

Work with the State Treasurer to ensure that the next amendment to the Treasury-State Agreement reflects the cash draw methods and funding techniques that achieve interest neutrality with the federal government.

Implemented.

1999 Single Audit  
Rec. No. 20

Assemble a team with appropriate representatives to define the procedures for documenting application events, vendor responses, and communicating information. The team should follow up and report on findings of the Post-Implementation Review.

Implemented.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

**Department of Regulatory Agencies**

2002 Single Audit  
Rec. No. 17

Establish and maintain analytical review procedures over revenue for the Department's divisions and commissions, and investigate significant variations.

Partially implemented. See current year Recommendation No. 21.

**Department of Revenue**

2002 Single Audit  
Rec. No. 18

Develop controls to ensure that future Taxpayers Bill of Rights (TABOR) credits are claimed and received only by eligible individuals by (a) identifying and billing individuals who were ineligible to claim TABOR credits; (b) implementing a methodology to verify taxpayers' federal adjusted gross income at the time a credit is claimed and to ensure that taxpayer's federal adjusted gross income at the time a credit is claimed; and (c) processing only complete returns, or evaluating alternative methods of ensuring that only qualifying credits are claimed, should the taxpayer fail to submit the required schedules.

- a. Partially implemented. The Department began billing and assessing taxpayers who were ineligible for TABOR credits during Fiscal Year 2003 and will continue to do so in Fiscal Year 2004.
- b. Deferred. The Department plans to implement the recommendation in years in which a TABOR surplus exists. Tax year 2003 did not have a TABOR surplus.
- c. Deferred. The Department is in the process of determining the feasibility of modifying the tax forms for the 2004 tax year.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2002 Single Audit  
Rec. No. 19

Enhance controls over manual adjustments made to taxpayer returns by (a) performing reviews of data entered into its system on all returns with income of \$10 million or more, (b) developing procedures for reviewing manual adjustments to tax returns made by the Problem Resolution Unit, and (c) ensuring that staff making manual adjustments to tax returns do not improperly override system-generated letters to taxpayers.

Deferred. The Department began programming modifications, which it expects to have in place for the 2004 tax processing season. Audit software has been purchased to enable the Department to perform risk assessments on manual adjustments to tax returns.

2002 Single Audit  
Rec. No. 20

Develop and implement procedures to review charitable contribution deductions claimed by taxpayers.

Deferred. The Department plans to implement the recommendation in years in which a Taxpayers Bill of Rights (TABOR) surplus exists. Tax year 2003 did not have a TABOR surplus.

2002 Single Audit  
Rec. No. 21

Resolve outstanding check issues to ensure that taxpayers receive their personal property tax refunds in a timely manner by working with the General Assembly to extend legislation to allow personal property tax refunds to be turned over to the Treasurer's Unclaimed Property Section.

Deferred. The Department plans to introduce legislation during the current session to allow personal property tax refunds to be turned over to the Treasurer's Unclaimed Property Section.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

2000 Single Audit  
Rec. No. 33

Improve the existing wage withholding accrual methodology so that the Department is consistently accruing taxes through June 30.

No longer applicable. After collaboration with the Office of State Planning and Budgeting, Legislative Council, and the State Controller's Office, the Department has determined that the existing wage withholding accrual methodology consistently accrues taxes.

**Office of the State Treasurer**

2002 Single Audit  
Rec. No. 92

Obtain and use the most current and accurate information available on federal program expenditures to annually amend the Treasury-State Agreement.

Partially implemented. Treasury used the most current schedule of federal awards; however, Treasury needs to improve communication with the state agencies regarding changes.

2002 Single Audit  
Rec. No. 93

Define the terms and methods used to establish funding techniques and draw patterns and provide to each department subject to the Agreement.

Partially implemented. Based on discussions with Treasury, the Department conducted meetings with the various state agencies to communicate funding techniques and draw patterns and to answer questions. However, based on audit results, issues noted during our Fiscal Year 2002 audit still exist.

**Report and  
Rec. No.**

**Recommendation**

**Disposition**

**Department of Transportation**

2002 Single Audit Rec. No. 22	Analyze invoices received for the costs incurred on construction projects, and record appropriate costs in accordance with the terms of the contracts.	Implemented.
2002 Single Audit Rec. No. 23	Ensure the proper recording of capital assets.	Implemented.
2001 Single Audit Rec. No. 37	The Department should (a) ensure that leases are properly classified as operating or capital, (b) evaluate the completeness and accuracy of the operating lease summary, and (c) review the operating lease summary for accuracy at year-end.	Implemented.
2001 Single Audit Rec. No. 90	Require field engineers to provide written communication of the number of interviews performed, as well as anticipated future interviews.	Implemented.
1999 Single Audit Rec. No. 22	Transfer custody of the credit card reconciliation program to the Information Technology Division and maintain it in accordance with the Department's procedures.	Not implemented. See current year Recommendation No. 25.



## STATE OF COLORADO

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November 26, 2003

### **Independent Auditor's Report**

Members of the Legislative Audit Committee:

We have audited the accompanying Schedule of Expenditures of Federal Awards of the State of Colorado (the Schedule) for the fiscal year ended June 30, 2003. This Schedule is the responsibility of the State's management. Our responsibility is to express an opinion on this Schedule based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Schedule is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Schedule. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall Schedule presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the Schedule of Expenditures of Federal Awards referred to above presents fairly, in all material respects, the expenditures of federal awards of the State of Colorado, as described above, for the fiscal year ended June 30, 2003, in conformity with accounting principles generally accepted in the United States of America.

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STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
A-UNCLUSTERED PROGRAMS					
*****					
AGENCY FOR INTERNATIONAL DEVELOPMENT					
AGENCY FOR INTERNATIONAL DEVELOPMENT					
PASS-THROUGH PROGRAMS FROM:					
RTI International 8-31U-8710					
Pakistan Ed Sector Reform Assnt Prog		GKA	02.391-A-00-03-01000-00	8,648	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				8,648	0
SUBTOTAL AGENCY FOR INTERNATIONAL DEVELOPMENT				8,648	0
SUBTOTAL AGENCY FOR INTERNATIONAL DEVELOPMENT				8,648	0
-----					
OFFICE OF NATIONAL DRUG CONTROL POLICY					
OFFICE OF NATIONAL DRUG CONTROL POLICY					
DIRECT FROM:					
OFFICE OF NATIONAL DRUG CONTROL POLICY					
HIDTA Grants		RAA	07.UNKNOWN	557,552	0
SUBTOTAL DIRECT FROM:				557,552	0
SUBTOTAL OFFICE OF NATIONAL DRUG CONTROL POLICY				557,552	0
SUBTOTAL OFFICE OF NATIONAL DRUG CONTROL POLICY				557,552	0
-----					
DEPARTMENT OF AGRICULTURE					
AGRICULTURAL MARKETING SERVICE, DEPARTMENT OF AGRICULTURE					
DIRECT FROM:					
AGRICULTURAL MARKETING SERVICE, DEPARTMENT OF AGRICULTURE					
Federal-State Marketing Improvement Program		BAA	10.156 / 10.028564-0474CA	1,917	0
Federal-State Marketing Improvement Program		BAA	10.156 / 10.MY10100-93001	13,905	0
Federal-State Marketing Improvement Program		BAA	10.156 / 10.none	4,499	0
Inspection Grading and Standardization		BAA	10.162 / 10.12-25-A-3270	16,788	0
Market Protection and Promotion		BAA	10.163 / 10.12-25-A-3968	56,719	0
Market Protection and Promotion	*	BAA	10.163 / 10.12-25-A-4042	62,413	0
Market Protection and Promotion		BAA	10.163 / 10.12-25-A-4059	60,946	0
Market Protection and Promotion		BAA	10.163 / 10.12-25-A-4191	238,840	0
Market Protection and Promotion		BAA	10.163 / 10.none	223,864	0
SUBTOTAL DIRECT FROM:				679,891	0
SUBTOTAL AGRICULTURAL MARKETING SERVICE, DEPARTMENT OF AGRICULTURE				679,891	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.



STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
AGRICULTURAL RESEARCH SERVICE, DEPARTMENT OF AGRICULTURE									
DIRECT FROM:									
AGRICULTURAL RESEARCH SERVICE, DEPARTMENT OF AGRICULTURE									
Agricultural Research: Basic and Applied Research									
UNDERGRADUATE RESEARCH MENTORING PROGRAM									
						GGB	10.001	60,393	0
						GGB	10.59-5409-1-343 AMEND. 1	14,440	0
								-----	-----
SUBTOTAL DIRECT FROM:								74,833	0
								-----	-----
SUBTOTAL AGRICULTURAL RESEARCH SERVICE, DEPARTMENT OF AGRICULTURE									
74,833 0									
ANIMAL AND PLANT HEALTH INSPECTION SERVICE, DEPARTMENT OF AGRICULTURE									
DIRECT FROM:									
ANIMAL AND PLANT HEALTH INSPECTION SERVICE, DEPARTMENT OF AGRICULTURE									
Plant and Animal Disease, Pest Control, and Animal Care									
						GGB	10.025	27,745	0
Plant and Animal Disease, Pest Control, and Animal Care									
						BAA	10.025 / 10.019108-0657-GR	28,835	0
Plant and Animal Disease, Pest Control, and Animal Care									
						BAA	10.025 / 10.02-8564-0524-CA	4,800	0
Plant and Animal Disease, Pest Control, and Animal Care									
						BAA	10.025 / 10.43-6395-2-1379	33,057	0
Wildlife Services									
						BAA	10.028 / 10.3410-34-U	101,518	0
								-----	-----
SUBTOTAL DIRECT FROM:								195,955	0
								-----	-----
SUBTOTAL ANIMAL AND PLANT HEALTH INSPECTION SERVICE, DEPARTMENT OF AGRICULTURE									
								195,955	0
COOPERATIVE STATE RESEARCH, EDUCATION, AND EXTENSION SERVICE, DEPARTMENT OF AGRICULTURE									
DIRECT FROM:									
COOPERATIVE STATE RESEARCH, EDUCATION, AND EXTENSION SERVICE, DEPARTMENT OF AGRICULTURE									
Grants for Agricultural Research, Special Research Grants									
						GGB	10.200	62,795	0
Higher Education Challenge Grants									
						GGB	10.217	45,649	473
Cooperative Extension Service									
						GGB	10.500	4,128,577	0
								-----	-----
SUBTOTAL DIRECT FROM:								4,237,021	473
PASS-THROUGH PROGRAMS FROM:									
KANSAS STATE UNIVERSITY									
Cooperative Extension Service									
						GFE	10.500 / 10.KSU S03003	45,860	0
Kansas State University									
Grants for Agricultural Research, Special Research Grants									
						GGB	10.200 / 10.S03056 TASK5	80,662	0
Utah State University									
Cooperative Extension Service									
						GGB	10.500 / 10.C029764	8,220	0
								-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								134,742	0
								-----	-----
SUBTOTAL COOPERATIVE STATE RESEARCH, EDUCATION, AND EXTENSION SERVICE, DEPARTMENT OF AGRICULTURE									
								4,371,763	473
DEPARTMENT OF AGRICULTURE									
DIRECT FROM:									
DEPARTMENT OF AGRICULTURE									
NRCS WILDLIFE HABITAT MANAGEMENT INSTITU									
						GGB	10.3656101	187	0
COLORADO RURAL DEVELOPMENT COUNCIL -USDA									
						GGB	10.43-3157-CO-00SC	72,790	0
Care and Feeding of Experimental Fallow Deer									
						PBA	10.43612521323	18,700	0
US Department of Agriculture									
						GHC	10.USDA 01-CS-11020000-084	323	0
US Department of Agriculture									
						GHC	10.USDA 02-CO-11020000-041	9,714	0
								-----	-----
SUBTOTAL DIRECT FROM:								101,714	0
								-----	-----
SUBTOTAL DEPARTMENT OF AGRICULTURE									
								101,714	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY						
MAJOR SUBDIVISION OF FEDERAL AGENCY						
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS	
FOOD AND CONSUMER SERVICE, DEPARTMENT OF AGRICULTURE						
DIRECT FROM:						
FOOD AND CONSUMER SERVICE, DEPARTMENT OF AGRICULTURE						
Food Distribution	*	IHA	10.550	315,984	0	
Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)		FAA	10.557	1,931,906	59,161,878	
Child and Adult Care Food Program (CACFP)		FAA	10.558	953,156	19,033,146	
Child and Adult Care Food Program (CACFP)	*	IHA	10.558	64,639	0	
State Administrative Expenses for Child Nutrition		DAA	10.560	701,140	0	
State Administrative Expenses for Child Nutrition		IHA	10.560	138,361	0	
Commodity Supplemental Food Program (CSFP)	*	IHA	10.565	4,249,136	699,679	
Emergency Food Assistance Program (Administrative Costs)	*	IHA	10.568	2,636,242	287,683	
SUBTOTAL DIRECT FROM:				10,990,564	79,182,386	
SUBTOTAL FOOD AND CONSUMER SERVICE, DEPARTMENT OF AGRICULTURE				10,990,564	79,182,386	
FOOD AND NUTRITION SERVICE, DEPARTMENT OF AGRICULTURE						
DIRECT FROM:						
FOOD AND NUTRITION SERVICE, DEPARTMENT OF AGRICULTURE						
Nutrition Services Incentive	*	IHA	10.570	31,378	780,627	
SUBTOTAL DIRECT FROM:				31,378	780,627	
SUBTOTAL FOOD AND NUTRITION SERVICE, DEPARTMENT OF AGRICULTURE				31,378	780,627	
FOOD SAFETY AND INSPECTION SERVICE, DEPARTMENT OF AGRICULTURE						
DIRECT FROM:						
FOOD SAFETY AND INSPECTION SERVICE, DEPARTMENT OF AGRICULTURE						
Meat, Poultry, and Egg Products Inspection		BAA	10.477 / 10.12-37-A-466	23,636	0	
SUBTOTAL DIRECT FROM:				23,636	0	
SUBTOTAL FOOD SAFETY AND INSPECTION SERVICE, DEPARTMENT OF AGRICULTURE				23,636	0	
FOREIGN AGRICULTURAL SERVICE, DEPARTMENT OF AGRICULTURE						
DIRECT FROM:						
FOREIGN AGRICULTURAL SERVICE, DEPARTMENT OF AGRICULTURE						
FACULTY EXCHANGE PROGRAM II -USDA-FOREIG		GGB	10.58-3148-3-040	22,679	0	
International Training: Foreign Participant		GGB	10.962	57,821	0	
SUBTOTAL DIRECT FROM:				80,500	0	
SUBTOTAL FOREIGN AGRICULTURAL SERVICE, DEPARTMENT OF AGRICULTURE				80,500	0	
FOREST SERVICE, DEPARTMENT OF AGRICULTURE						
DIRECT FROM:						
FOREST SERVICE, DEPARTMENT OF AGRICULTURE						
Forest Fire Archaeology		GSA	10.00-CS-11021300-071	503	0	
COSTSHARE AGREEMENT		GHE	10.01-CS-11020000-085	1,710	0	
CHALLENGE COST SHARE		GCA	10.01-CS-11020000-086	9,658	0	
San Juan Skyway C.I.P.		GSA	10.01-CS-11021300-020	749	0	
Fire Recovery Community Assist		GSA	10.02-DG-11021300-026	84,910	0	
HISTORIC BUILDING PRESERVATION -USDA-USF		GGB	10.03-CS-11020000-032	1,886	0	
Forest Service Cost Share Mine Closures		PKA	10.1102001299045	4,900	0	
Forest Service Cost Share Mine Closures		PKA	10.110201299045	4,362	0	
Forest Service, Department of Agriculture		PIA	10.11020798035C	48,386	0	
Forest Service, Department of Agriculture	*	PIA	10.11020798035D	77,036	0	

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY				NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
MAJOR SUBDIVISION OF FEDERAL AGENCY								
SOURCE TYPE (DIRECT OR PASS-THROUGH)								
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)								
PROGRAM NAME								
Forest Service, Department of Agriculture				*	PIA	10.11020798035E	5.800	0
Forest Service Cost Share Mine Closures					PKA	10.11020900030	29.771	0
Forest Service Cost Share Mine Closures					PKA	10.11021200086	6.477	0
Multi-site Bat Inventory					PBA	10.4382BH10048	13.228	0
Forestry Research					GGB	10.652	10.022	0
Forestry Research					PBA	10.652	3.993	0
Cooperative Forestry Assistance					GGB	10.664	13,084.238	0
Cooperative Forestry Assistance					PKA	10.664 / 10.MGGL20C	1.250	0
National Forest: Dependent Rural Communities					EFA	10.670 / 10.11020000-051	25.822	0
Miramonted Burn Canyon Fire Land Use Agreement					PBA	10.CCE020418	8.518	0
USDA-SJNF-4-Corners Region Tourism					GSA	10.CCS-09-00-98-080	6.843	9.442
USDA-FS-SJNF					GSA	10.CCS-13-00-99-113	94.947	0
USDA-SJFS-Comm Fire Pln					GSA	10.CCS-13-00-99-113	38.884	0
Colorado River Cutthroat Recovery					PBA	10.PA130099111	7.110	0
National Forest					WBA	10.UNKNOWN	0	5,433.543
SUBTOTAL DIRECT FROM:							13,571.003	5,442.985
PASS-THROUGH PROGRAMS FROM:								
Montezuma Co.								
Montezuma Co FCSFP Trans Plan					GSA	10.02-521-04-240 (NM)	13.276	0
N Mex/EMNRD								
USDA-FS-FCSFPP-Eval & Assess					GSA	10.02-521-04-006	19.793	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:							33.069	0
SUBTOTAL FOREST SERVICE, DEPARTMENT OF AGRICULTURE							13,604.072	5,442.985
NATURAL RESOURCES CONSERVATION SERVICE, DEPARTMENT OF AGRICULTURE								
DIRECT FROM:								
NATURAL RESOURCES CONSERVATION SERVICE, DEPARTMENT OF AGRICULTURE								
Resource Conservation and Development					PBA	10.901	31.636	0
Soil and Water Conservation					GGB	10.902	876.429	0
Soil and Water Conservation					PBA	10.902	88.209	0
SUBTOTAL DIRECT FROM:							996.274	0
SUBTOTAL NATURAL RESOURCES CONSERVATION SERVICE, DEPARTMENT OF AGRICULTURE							996.274	0
SUBTOTAL DEPARTMENT OF AGRICULTURE							31,150.580	85,406.471
-----								
DEPARTMENT OF COMMERCE								
ECONOMIC DEVELOPMENT ADMINISTRATION, DEPARTMENT OF COMMERCE								
DIRECT FROM:								
ECONOMIC DEVELOPMENT ADMINISTRATION, DEPARTMENT OF COMMERCE								
Economic Development: Technical Assistance					GFB	11.303	77.272	0
SUBTOTAL DIRECT FROM:							77.272	0
SUBTOTAL ECONOMIC DEVELOPMENT ADMINISTRATION, DEPARTMENT OF COMMERCE							77.272	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
NATIONAL INSTITUTE OF STANDARDS AND TECHNOLOGY, DEPARTMENT OF COMMERCE					
DIRECT FROM:					
NATIONAL INSTITUTE OF STANDARDS AND TECHNOLOGY, DEPARTMENT OF COMMERCE Measurement and Engineering Research and Standards		GFB	11.609	2,619,392	0
SUBTOTAL DIRECT FROM:				2,619,392	0
SUBTOTAL NATIONAL INSTITUTE OF STANDARDS AND TECHNOLOGY, DEPARTMENT OF COMMERCE				2,619,392	0
NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION, DEPARTMENT OF COMMERCE					
DIRECT FROM:					
NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION, DEPARTMENT OF COMMERCE Climate and Atmospheric Research		GFB	11.431	63,581	0
Independent Education and Science Projects and Programs		GFB	11.449	121,434	0
RESEARCH AND INSTRUCTION		GFB	11.NOAA L/C	(12)	0
SUBTOTAL DIRECT FROM:				185,003	0
SUBTOTAL NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION, DEPARTMENT OF COMMERCE				185,003	0
SUBTOTAL DEPARTMENT OF COMMERCE				2,881,667	0
-----					
DEPARTMENT OF DEFENSE					
AIR FORCE OFFICE OF SCIENTIFIC RESEARCH, HQ AIR FORCE MATERIAL COMMAND, DEPARTMENT OF THE AIR FORCE, DEPARTMENT OF DEFENSE					
DIRECT FROM:					
AIR FORCE OFFICE OF SCIENTIFIC RESEARCH, HQ AIR FORCE MATERIAL COMMAND, DEPARTMENT OF THE AIR FORCE, DEPARTMENT OF DEFENSE Air Force Defense Research Sciences Program		GFB	12.800	77,970	0
SUBTOTAL DIRECT FROM:				77,970	0
SUBTOTAL AIR FORCE OFFICE OF SCIENTIFIC RESEARCH, HQ AIR FORCE MATERIAL COMMAND, DEPARTMENT OF THE AIR FORCE, DEPARTMENT OF DEFENSE				77,970	0
DEFENSE ADVANCED RESEARCH PROJECTS AGENCY, DEPARTMENT OF DEFENSE					
DIRECT FROM:					
DEFENSE ADVANCED RESEARCH PROJECTS AGENCY, DEPARTMENT OF DEFENSE Research & Technology Development		GFB	12.910	20,615	0
SUBTOTAL DIRECT FROM:				20,615	0
SUBTOTAL DEFENSE ADVANCED RESEARCH PROJECTS AGENCY, DEPARTMENT OF DEFENSE				20,615	0
DEPARTMENT OF ARMY U.S. ARMY RESEARCH AND MATERIAL COMMAND, DEPARTMENT OF DEFENSE					
DIRECT FROM:					
DEPARTMENT OF ARMY U.S. ARMY RESEARCH AND MATERIAL COMMAND, DEPARTMENT OF DEFENSE Military Medical Research & Development		GFB	12.420	29,461	0
Military Medical Research & Development		GFE	12.420	95,438	0
Military Medical Research & Development		GGB	12.420	21,908	0
Pueblo Chemical Demilitarization		FAA	12.Cooperative Agreement	296,435	26,491
Medical Monitoring Advisory Group		FAA	12.MOU 3/14/97	270,150	14,421
SUBTOTAL DIRECT FROM:				713,392	40,912
SUBTOTAL DEPARTMENT OF ARMY U.S. ARMY RESEARCH AND MATERIAL COMMAND, DEPARTMENT OF DEFENSE				713,392	40,912

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY						
MAJOR SUBDIVISION OF FEDERAL AGENCY						
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS	
DEPARTMENT OF DEFENSE						
DIRECT FROM:						
DEPARTMENT OF DEFENSE						
Unclassified Grants and Contracts		DAA	12.000	0	471.995	
HYDROLOGIST SUPPORT FOR YAKIMA TRAINING		GGB	12.2339503	3,936	0	
HYDROLOGIST SUPPORT FOR YAKIMA TRAINING		GGB	12.2339603	8,990	0	
TRACKED VEHICLE PROJECT SUPPORT FOR FORT		GGB	12.2345204	6,991	0	
LIGHT ARMORED VEHICLE IMPACT STUDY FOR F		GGB	12.2434602	924	0	
LAND CONDITION TREND ANALYSIS SUPPORT FO		GGB	12.2438602	5,893	0	
LAND CONDITION TREND ANALYSIS SUPPORT FO		GGB	12.2438702	49,414	0	
MONITORING & FINAL REPORTING OF LAV IMPA		GGB	12.2474103	22,655	0	
MONITORING & FINAL REPORTING OF LAV IMPA		GGB	12.2475803	220	0	
NOXIOUS WEED & BIOLOGICAL CONTROL POPULA		GGB	12.2476103	15,653	0	
NOXIOUS WEED & BIOLOGICAL CONTROL POPULA		GGB	12.2476203	5,392	0	
HYDROLOGIST SUPPORT FOR TAKIMA TRAINING		GGB	12.3491402	190	0	
HYDROLOGIST SUPPORT FOR YAKIMA TRAINING		GGB	12.3491503	37,966	0	
ENVIRONMENTAL COMPLIANCE SUPPORT FOR US		GGB	12.DAHC76-97-D-0014 DO# 002	43,748	0	
ENVIRONMENTAL COMPLIANCE SUPPORT FOR USA		GGB	12.DAHC76-97-D-0014 DO# 002	632	0	
MISSION TRANSFORMATION ENVIRONMENTAL IMP		GGB	12.DAHC76-97-D-0014 DO# 002	314,973	0	
ENVIRONMENTAL RESTORATION SUPPORT FOR IN		GGB	12.DAHC76-97-D-0014 TO #27	189,810	0	
ENVIRONMENTAL RESTORATION SUPPORT FOR IN		GGB	12.DAHC76-97-D-0014 TO #28	2,382	0	
ENVIRONMENTAL RESTORATION SUPPORT FOR IN		GGB	12.DAHC76-97-D-0014 TO# 28	182,858	0	
CONSTRUCTING A PROGRAMMATIC AGREEMENT AN		GGB	12.DAMD17-02-2-0008 2002-03	74,574	0	
CULTURAL RESOURCES MANAGEMENT ASSISTANCE		GGB	12.DAMD17-02-2-0008 DO 0006	2,764	0	
CULTURAL RESOURCES MANAGEMENT ASSISTANCE		GGB	12.DAMD17-02-2-0008 DO 0008	14,890	0	
CULTURAL RESOURCES MANAGEMENT ASSISTANCE		GGB	12.DAMD17-02-2-0008 TO 2002	133,117	0	
DATA RECOVERY MITIGATION TEST PROJECT AT		GGB	12.DAMD17-02-2-0008 TO 2002	69,675	1,784	
NATURAL RESOURCES SUPPORT TO MEET SIKES		GGB	12.DAPC49-02-D-0002 DO 00	2,451	0	
MISSION/TRANSFORMATION EIS SUPPORT, PHAS		GGB	12.DAPC49-02-D-0002 D0004	301,215	0	
INTEGRATED TRAINING AREA MANAGEMENT FOR		GGB	12.DAPC49-02-D-0002 DO 0002	423,229	0	
INTEGRATED TRAINING AREA MANAGEMENT SUPP		GGB	12.DAPC49-02-D-0002 DO 0002	6,519	0	
MISSION/TRANSFORMATION EIS SUPPORT, PHAS		GGB	12.DAPC49-02-D-0002 DO 0004	45,495	0	
MISSION/TRANSFORMATION EIS SUPPORT, PHAS		GGB	12.DAPC49-02-D-0002 DO 0005	38	0	
INTEGRATED TRAINING AREA MANAGEMENT SUPP		GGB	12.DAPC49-02-D-0002 DO 0006	19,613	0	
INTERGOVERNMENTAL PERSONNEL ACT (IPA) FO		GGB	12. IPA FOR BRIAN HELMINGER	96,069	0	
IPA CONTRACT FOR JOAN D. B. VANDERVORT -		GGB	12. IPA FOR JOAN D.B VANDERV	7,328	0	
TECHNICAL FIELD SUPPORT FOR FOREST MANAG		GGB	12.MIPR1LCSU50106 MOD 2	(370)	0	
INTEGRATED TRAINING AREA MANAGEMENT FIEL		GGB	12.TASK ORDER # ITAM 03	10,746	0	
INTEGRATED TRAINING AREA MANAGEMENT PROG		GGB	12.TASK ORDER # ITAM 03	107,329	0	
GPS VEHICLE TRACKING SUPPORT AT YAKIMA T		GGB	12.W68EV42218ITAM	8,352	0	
SUBTOTAL DIRECT FROM:				2,215,661	473,779	
PASS-THROUGH PROGRAMS FROM:						
Calibre Systems, Inc.						
TECHNICAL SUPPORT & MANAGERIAL RECOMMEND		GGB	12.3660201	17,430	0	
SPONSOR NAME NOT FOUND FOR YCKFOO **						
PLANT COMMUNITY MAPPING FOR UNITED STATE		GGB	12.2475103	64,389	0	
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				81,819	0	
SUBTOTAL DEPARTMENT OF DEFENSE				2,297,480	473,779	

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
DEPARTMENT OF THE ARMY, NATIONAL GUARD BUREAU, DEPARTMENT OF DEFENSE					
DIRECT FROM:					
DEPARTMENT OF THE ARMY, NATIONAL GUARD BUREAU, DEPARTMENT OF DEFENSE Military Construction, National Guard		OAA	12.400	11,958,512	0
SUBTOTAL DIRECT FROM:				----- 11,958,512	----- 0
SUBTOTAL DEPARTMENT OF THE ARMY, NATIONAL GUARD BUREAU, DEPARTMENT OF DEFENSE				11,958,512	0
NATIONAL GUARD BUREAU, DEPARTMENT OF DEFENSE					
DIRECT FROM:					
NATIONAL GUARD BUREAU, DEPARTMENT OF DEFENSE National Guard Military Operations & Maintenance (O&M) Projects		OAA	12.401	6,171,300	0
SUBTOTAL DIRECT FROM:				----- 6,171,300	----- 0
SUBTOTAL NATIONAL GUARD BUREAU, DEPARTMENT OF DEFENSE				6,171,300	0
OFFICE OF NAVAL RESEARCH, DEPARTMENT OF THE NAVY					
DIRECT FROM:					
OFFICE OF NAVAL RESEARCH, DEPARTMENT OF THE NAVY Basic & Applied Scientific Research		GJK	12.300	91,518	0
SUBTOTAL DIRECT FROM:				----- 91,518	----- 0
SUBTOTAL OFFICE OF NAVAL RESEARCH, DEPARTMENT OF THE NAVY				91,518	0
OFFICE OF THE CHIEF OF ENGINEERS, DEPARTMENT OF THE ARMY, DEPARTMENT OF DEFENSE					
DIRECT FROM:					
OFFICE OF THE CHIEF OF ENGINEERS, DEPARTMENT OF THE ARMY, DEPARTMENT OF DEFENSE Flood Control Projects		WBA	12.106	0	749
Planning Assistance to States		FAA	12.110	203	0
State Memorandum of Agreement Program for the Reimbursement of Technical Services		FAA	12.113	1,499,445	72,793
Collaborative Research & Development		GFB	12.114	(1,221)	0
Mitigation Workbook Review		PKA	12.DACW4502P029	10,000	0
SUBTOTAL DIRECT FROM:				----- 1,508,427	----- 73,542
SUBTOTAL OFFICE OF THE CHIEF OF ENGINEERS, DEPARTMENT OF THE ARMY, DEPARTMENT OF DEFENSE				1,508,427	73,542
OFFICE OF THE SECRETARY OF DEFENSE, DEPARTMENT OF DEFENSE					
DIRECT FROM:					
OFFICE OF THE SECRETARY OF DEFENSE, DEPARTMENT OF DEFENSE Basic, Applied, & Advanced Research in Science and Engineering		GGJ	12.630 / 12.10 USC 2358	101,084	0
SUBTOTAL DIRECT FROM:				----- 101,084	----- 0
SUBTOTAL OFFICE OF THE SECRETARY OF DEFENSE, DEPARTMENT OF DEFENSE				101,084	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
U.S. ARMY RESEARCH OFFICE, U.S. ARMY MATERIAL COMMAND									
DIRECT FROM:									
U.S. ARMY RESEARCH OFFICE, U.S. ARMY MATERIAL COMMAND									
Basic Scientific Research						GGB	12.431	659.396	0
Basic Scientific Research						GHB	12.431	17.787	0
WORKSHOP ON ELECTROCHEMICAL BIOSENSORS -						GGB	12.DAAD 19-02-1-0302	10.592	0
SUBTOTAL DIRECT FROM:								----- 687.775	----- 0
SUBTOTAL U.S. ARMY RESEARCH OFFICE, U.S. ARMY MATERIAL COMMAND								----- 687.775	----- 0
SUBTOTAL DEPARTMENT OF DEFENSE								----- 23,628.073	----- 588.233
-----									
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT									
COMMUNITY PLANNING AND DEVELOPMENT, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT									
DIRECT FROM:									
COMMUNITY PLANNING AND DEVELOPMENT, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT									
Community Development Block Grants/State's Program						NAA	14.228	422.492	10,819.300
Emergency Shelter Grants Program						NAA	14.231	45.656	913.350
Supportive Housing Program						IHH	14.235	98.717	0
Shelter Plus Care						IHH	14.238	1,502.508	0
HOME Investment Partnerships Program						NAA	14.239	433.522	7,250.421
Housing Opportunities for Persons with AIDS						NAA	14.241	0	510.662
Home Technical Assistance Grant						NAA	14.COHM000102	3.511	0
SUBTOTAL DIRECT FROM:								----- 2,506.406	----- 19,493.733
SUBTOTAL COMMUNITY PLANNING AND DEVELOPMENT, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT								----- 2,506.406	----- 19,493.733
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT									
DIRECT FROM:									
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT									
College Housing Debt Service						GMA	14.100	168.440	0
College Housing Program						GSA	14.CH COLO 860	16.964	0
Manufactured Housing Construction						NAA	14.DU100K900016684	54.674	0
SUBTOTAL DIRECT FROM:								----- 240.078	----- 0
SUBTOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT								----- 240.078	----- 0
OFFICE OF FAIR HOUSING AND EQUAL OPPORTUNITY, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT									
DIRECT FROM:									
OFFICE OF FAIR HOUSING AND EQUAL OPPORTUNITY, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT									
Fair Housing Assistance Program: State and Local						SDA	14.401	741.853	0
SUBTOTAL DIRECT FROM:								----- 741.853	----- 0
SUBTOTAL OFFICE OF FAIR HOUSING AND EQUAL OPPORTUNITY, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT								----- 741.853	----- 0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY						
MAJOR SUBDIVISION OF FEDERAL AGENCY						
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS	
OFFICE OF POLICY DEVELOPMENT AND RESEARCH, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT						
DIRECT FROM:						
OFFICE OF POLICY DEVELOPMENT AND RESEARCH, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT						
Community Outreach Partnership Center Program		GFD	14.511	111.267	0	
Community Outreach Partnership Center Program		GGB	14.511	71.724	0	
Hispanic-Serving Institutions Assisting Communities		GHB	14.514	21.714	0	
SUBTOTAL DIRECT FROM:				204.705	0	
SUBTOTAL OFFICE OF POLICY DEVELOPMENT AND RESEARCH, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				204.705	0	
PUBLIC AND INDIAN HOUSING, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT						
DIRECT FROM:						
PUBLIC AND INDIAN HOUSING, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT						
Section 8 Housing Choice Vouchers		IHH	14.871	15,822.063	0	
Section 8 Housing Choice Vouchers		NAA	14.871	13,996.911	992.315	
SUBTOTAL DIRECT FROM:				29,818.974	992.315	
SUBTOTAL PUBLIC AND INDIAN HOUSING, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				29,818.974	992.315	
PUBLIC AND INDIAN HOUSING, OFFICE OF NATIVE AMERICAN PROGRAMS, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT						
PASS-THROUGH PROGRAMS FROM:						
City & County Denver						
Demolition and Revitalization of Severely Distressed Public Housing		GTA	14.866	25.002	0	
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				25.002	0	
SUBTOTAL PUBLIC AND INDIAN HOUSING, OFFICE OF NATIVE AMERICAN PROGRAMS, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				25.002	0	
SUBTOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				33,537.018	20,486.048	
-----						
DEPARTMENT OF THE INTERIOR						
BUREAU OF LAND MANAGEMENT, DEPARTMENT OF THE INTERIOR						
DIRECT FROM:						
BUREAU OF LAND MANAGEMENT, DEPARTMENT OF THE INTERIOR						
Bureau of Land Management		GHC	15.1422 C950A40014	9.080	0	
Vegetation Cov. Project		GGJ	15.1422 C950A70014	1.902	0	
ROAN PLATEAU DATA PROCESSING -DOI-BLM-BU		GGB	15.1422 C950A80010 T023	1.890	0	
DATA DEVELOPMENT & DELIVERY -DOI-BLM-BUR		GGB	15.1422 C950A80010 T0 21	10.568	0	
LYNX HABITAT MAPPING PROJECT UPDATE FY 2		GGB	15.1422 C950A80010 T020 M01	14.395	0	
CANYON OF THE ANCIENTS NATIONAL MONUMENT		GGB	15.1422 C950A80010 T030 M03	9.095	0	
USDI-BLM-Dev Fire Mgmt		GSA	15.1422 CAA010019T01	17.363	0	
USDI-BLM-Soc A & Fire Issues		GSA	15.1422 CAA010019T02	43.166	0	
BLM COST SHARE		PJA	15.1422CAA0010	31.125	0	
USDI-BLM-Fuel Reduction Demo		GSA	15.1422CAA010019-T03	6.288	0	
USDI-BLM-Fire Capacity&Prev Educ		GSA	15.1422CAA010019-T04	15.000	0	
Bureau of Land Management		GHC	15.1422CAA990017 TASK T01	19.442	0	
Bureau of Land Management		GHC	15.1422CAA990017 TASK T03	286	0	
USDI-BLM-4-Corners Region Tourism		GSA	15.1422P850-A8-0025	6.842	0	
STUDENT TRAINING		GHB	15.15.DDG	12.766	0	
Cooperative Inspection Agreements with States & Tribes		PBA	15.222	165.690	0	
Cooperative Inspection Agreements with States & Tribes		PJA	15.222	82	0	
Cooperative Inspection Agreements with States & Tribes		PKA	15.222	179.234	0	
Cultural Resource Management		GCA	15.224	105.735	0	

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.



STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		NONCASH	STATE <sup>1</sup>		DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY		INDICATOR	AGENCY	CFDA / OTHER ID NUMBER	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME						
	Recreation Resource Management		BAA	15.225 / 15.1422-cao000013	2.304	0
	Wildland Urban Interface Community and Rural Fire Assistance		GGB	15.228	6.131	0
	Master Cooperative Agreement		PBA	15.CAA010003	70.374	0
	BLM Department of Interior		PIA	15.CAA020003	92.381	0
	SALE OF PUBLIC LAND		WBA	15.UNKNOWN	0	61.611
	TAYLOR GRAZING		WBA	15.UNKNOWN	0	104.578
SUBTOTAL DIRECT FROM:					821.139	166.189
PASS-THROUGH PROGRAMS FROM:						
	Nat Fish & Wildlife Foundation					
	Bats Evaluation in Abandon Mines		PBA	15.02-0161	9.056	0
	Northern Arizona University					
	USDI-BLM-San Juan Restoration Experiment		GSA	15.ER135EJ	35.811	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:					44.867	0
SUBTOTAL BUREAU OF LAND MANAGEMENT, DEPARTMENT OF THE INTERIOR					866.006	166.189
BUREAU OF RECLAMATION, DEPARTMENT OF THE INTERIOR						
DIRECT FROM:						
BUREAU OF RECLAMATION, DEPARTMENT OF THE INTERIOR						
	Little Hills Riparian Fence		PBA	15.02FC40C0010	27.522	0
	Escalante St. Wildlife Recreation Area		PBA	15.0FC0C0010	28.278	0
	Arkansas River Research Study		PBA	15.3FC6003400	69.164	0
	WESTERN SLOPE REHABILITATION		PJA	15.4-FC-40-16180	956.051	0
	Water Desalination Research and Development Program		BAA	15.506 / 15.1425-97-fc-40-	783.234	0
	Russel Lakes O&M		PBA	15.6FC4019280	59.707	0
	MOA WESTERN COLO RESERVOIRS		PJA	15.7FC4019610	421.851	0
	CO RIVER BASIN SALINITY		PJA	15.97FC4021050	7.027	0
	TAKE PRIDE IN AM		GCA	15.98FG810024	0	2.000
	Lone Dome Wetlands Area Cooperative Agreement		PBA	15.99-FC-40-1110	6.804	0
	Close Basin Project		PEA	15.99FC401630	14.608	0
	NAVAJO WATER SYSTEM COOP AGREEMENT		PJA	15.99FC402840	204.214	0
	Colorado Endangered Fish		PBA	15.0FC4009000	76.529	50.400
SUBTOTAL DIRECT FROM:					2,654.989	52.400
SUBTOTAL BUREAU OF RECLAMATION, DEPARTMENT OF THE INTERIOR					2,654.989	52.400
DEPARTMENT OF THE INTERIOR						
DIRECT FROM:						
DEPARTMENT OF THE INTERIOR						
	Unclassified Grants and Contracts		TAA	15.000	981.117	0
	US Department of the Interior		GHC	15.USDI GC009-02-Z1138	4.737	0
SUBTOTAL DIRECT FROM:					985.854	0
SUBTOTAL DEPARTMENT OF THE INTERIOR					985.854	0
GEOLOGICAL SURVEY, DEPARTMENT OF THE INTERIOR						
DIRECT FROM:						
GEOLOGICAL SURVEY, DEPARTMENT OF THE INTERIOR						
	Earthquake Hazards Reduction Program		PIA	15.807	55.814	0
	U.S. Geological Survey: Research & Data Acquisition		PBA	15.808	45.573	0
	U.S. Geological Survey: Research & Data Acquisition		PIA	15.808	332.741	0
SUBTOTAL DIRECT FROM:					434.128	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY					
MAJOR SUBDIVISION OF FEDERAL AGENCY					
SOURCE TYPE (DIRECT OR PASS-THROUGH)					
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)					
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
PASS-THROUGH PROGRAMS FROM:					
American St Geologist					
US Geological Survey		PIA	15.AASGX	6.600	0
				-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				6.600	0
				-----	-----
SUBTOTAL GEOLOGICAL SURVEY, DEPARTMENT OF THE INTERIOR				440.728	0
MINERALS MANAGEMENT, DEPARTMENT OF THE INTERIOR					
DIRECT FROM:					
MINERALS MANAGEMENT, DEPARTMENT OF THE INTERIOR					
ROYALTIES MGMT		WBA	15.UNKNOW	41.767.220	9.495.760
				-----	-----
SUBTOTAL DIRECT FROM:				41.767.220	9.495.760
				-----	-----
SUBTOTAL MINERALS MANAGEMENT, DEPARTMENT OF THE INTERIOR				41.767.220	9.495.760
NATIONAL PARK SERVICE, DEPARTMENT OF THE INTERIOR					
DIRECT FROM:					
NATIONAL PARK SERVICE, DEPARTMENT OF THE INTERIOR					
COOPERATIVE AGREEMENT		GHE	15.#2118-3002-NWZ	47.704	0
COOP AGREEMENT		GCA	15.1443-CA-1200-98-005	5.403	0
EIk Fertility Control Study		PBA	15.1520020007	30.194	0
Historic Preservation Fund Grants-In-Aid		GCA	15.904	589.529	86.400
Historic Preservation Fund Grants-In-Aid		GFB	15.904	33.700	0
Outdoor Recreation: Acquisition, Development and Planning		GGB	15.916	13.785	0
Outdoor Recreation: Acquisition, Development and Planning		PJA	15.916	348.178	291.778
Native American Graves Protection and Repatriation Act		GCA	15.922	66.660	0
Mesa Verde Internships		GSA	15.CA-1200-00-008	12.000	0
Organic Aerosols Workshop		GSA	15.CA-1268-1-9016	1.443	0
USDI-NPS-Anasazi Affiliation Research Symposium		GSA	15.CA-1268-1-9016	28.289	0
Site Testing and Remote Sensing		GSA	15.CA-6000A9003	82.455	0
USDI-NPS-Fort Carson Arch -1999		GSA	15.CA-6000A9003	1.512	0
Evaluation and Re-eval Phase IITesting		GSA	15.CA-6000A9003, Mod 007	2.908	0
Ute Ethnohistoric Research		GSA	15.CA-6000A9003, Mod 008	312	0
GeoPhys Prosp & Eval Testing		GSA	15.CA-6000A9003, Mod 009	697	0
Interagency Restoration of Rocky Mountain Bighorn Sheep		PBA	15.CA120090004	172	0
Atmospheric Research Strategy		GSA	15.CA1248-00-008	26.298	0
Implementing Cooperative Wildlife Mgmt Activities		PBA	15.CA152099002	1	0
Radionuclides:Copper Mtn		GSA	15.No number assigned	49	0
USDI-NPS-4-Corners Region Tourism		GSA	15.No number assigned	6.843	0
COOP AGREEMENT		GCA	15.P7487010068/0001	14.700	0
				-----	-----
SUBTOTAL DIRECT FROM:				1.312.832	378.178
PASS-THROUGH PROGRAMS FROM:					
NATIONAL PARK FOUNDATION					
National Center for Preservation Technology and Training (B) -		GFB	15.923 / 15.WONDRAK - OCG4206B	4.347	0
				-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				4.347	0
				-----	-----
SUBTOTAL NATIONAL PARK SERVICE, DEPARTMENT OF THE INTERIOR				1.317.179	378.178

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY				NONCASH	STATE <sup>1</sup>	DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY				INDICATOR	AGENCY	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)					CFDA / OTHER ID NUMBER		
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)							
PROGRAM NAME							
OFFICE OF SURFACE MINING RECLAMATION AND ENFORCEMENT, DEPARTMENT OF THE INTERIOR							
DIRECT FROM:							
OFFICE OF SURFACE MINING RECLAMATION AND ENFORCEMENT, DEPARTMENT OF THE INTERIOR							
Regulation of Surface Coal Mining & Surface Effects of Underground Coal Mining				PAA	15.250	18,257	0
Regulation of Surface Coal Mining & Surface Effects of Underground Coal Mining				PKA	15.250	2,071,940	0
Abandoned Mine Land Reclamation (AMLR) Program				GFB	15.252	40,093	0
Abandoned Mine Land Reclamation (AMLR) Program				PIA	15.252	18,494	0
Abandoned Mine Land Reclamation (AMLR) Program				PKA	15.252	2,048,975	0
OSM Office of Technology Trans				PKA	15.CA2003001	27,130	0
SUBTOTAL DIRECT FROM:						4,224,889	0
SUBTOTAL OFFICE OF SURFACE MINING RECLAMATION AND ENFORCEMENT, DEPARTMENT OF THE INTERIOR						4,224,889	0
U.S. FISH AND WILDLIFE SERVICE, DEPARTMENT OF THE INTERIOR							
DIRECT FROM:							
U.S. FISH AND WILDLIFE SERVICE, DEPARTMENT OF THE INTERIOR							
Sport Fish Restoration				PBA	15.605	5,290,290	568,184
Wildlife Restoration				PBA	15.611	4,057,742	4,000
Cooperative Endangered Species Conservation Fund				PJA	15.615	4,000	0
Cooperative Endangered Species Conservation Fund				PBA	15.615 / 15.6018102G032	50,873	0
Cooperative Endangered Species Conservation Fund				PBA	15.615 / 15.E1012	18,000	0
Cooperative Endangered Species Conservation Fund				PBA	15.615 / 15.E212	27,741	0
Wildlife Conservation & Appreciation				PBA	15.617	3,060	5,400
Wildlife Conservation and Restoration				PBA	15.625	325,182	11,710
State Wildlife Grants				PBA	15.634	100,126	0
Grazing Regimes-Nesting Success-Bird				GSA	15.98-035	1,612	0
Preservation Technology				GGJ	15.MT221001NC05	37,200	0
SUBTOTAL DIRECT FROM:						9,915,826	589,294
SUBTOTAL U.S. FISH AND WILDLIFE SERVICE, DEPARTMENT OF THE INTERIOR						9,915,826	589,294
U.S. GEOLOGICAL SURVEY, U.S. DEPARTMENT OF THE INTERIOR							
DIRECT FROM:							
U.S. GEOLOGICAL SURVEY, U.S. DEPARTMENT OF THE INTERIOR							
National Cooperative Geologic Mapping Program				GSA	15.810 / 15.02HQAG0070	4,884	0
National Cooperative Geologic Mapping Program				GSA	15.810 / 15.03HQAG0045	7,734	0
Southwest Regional GAP Analysis Project-Phase 1 & 2				PBA	15.99HQAG0181	221,850	0
SUBTOTAL DIRECT FROM:						234,468	0
PASS-THROUGH PROGRAMS FROM:							
University of Denver							
COWS & CLIMATE ON WESTERN SOILS -UNIVERS				GGB	15.P0019482	69,504	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:						69,504	0
SUBTOTAL U.S. GEOLOGICAL SURVEY, U.S. DEPARTMENT OF THE INTERIOR						303,972	0
SUBTOTAL DEPARTMENT OF THE INTERIOR						62,476,663	10,681,821

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
DEPARTMENT OF JUSTICE									
BUREAU OF JUSTICE ASSISTANCE, OFFICE OF JUSTICE PROGRAMS, DEPARTMENT OF JUSTICE									
DIRECT FROM:									
BUREAU OF JUSTICE ASSISTANCE, OFFICE OF JUSTICE PROGRAMS, DEPARTMENT OF JUSTICE									
State Identification Systems Grant Program (A) -						RAA	16.598	306,412	0
State Criminal Alien Assistance Program						CAA	16.606	1,300,000	0
Bulletproof Vest Partnership Program						RAA	16.607	21,302	0
Community Prosecution and Project Safe Neighborhoods						RAA	16.609	46,282	0
								-----	-----
SUBTOTAL DIRECT FROM:								1,673,996	0
								-----	-----
SUBTOTAL BUREAU OF JUSTICE ASSISTANCE, OFFICE OF JUSTICE PROGRAMS, DEPARTMENT OF JUSTICE								1,673,996	0
BUREAU OF JUSTICE STATISTICS, DEPARTMENT OF JUSTICE									
DIRECT FROM:									
BUREAU OF JUSTICE STATISTICS, DEPARTMENT OF JUSTICE									
State Justice Statistics Program for Statistical Analysis Centers						RAA	16.550	46,145	0
National Criminal History Improvement Program (NCHIP)						RAA	16.554 / 16.16.554A	80,745	373,251
National Criminal History Improvement Program (NCHIP)						RAA	16.554 / 16.16.554B	471,432	0
								-----	-----
SUBTOTAL DIRECT FROM:								598,322	373,251
								-----	-----
SUBTOTAL BUREAU OF JUSTICE STATISTICS, DEPARTMENT OF JUSTICE								598,322	373,251
CORRECTIONS PROGRAM OFFICE, OFFICE OF JUSTICE PROGRAMS, DEPARTMENT OF JUSTICE									
DIRECT FROM:									
CORRECTIONS PROGRAM OFFICE, OFFICE OF JUSTICE PROGRAMS, DEPARTMENT OF JUSTICE									
Offender Reentry Program						CAA	16.202	100,487	0
Residential Substance Abuse Treatment for State Prisoners						GFE	16.593	282,767	0
Residential Substance Abuse Treatment for State Prisoners						RAA	16.593	11,880	949,404
								-----	-----
SUBTOTAL DIRECT FROM:								395,134	949,404
								-----	-----
SUBTOTAL CORRECTIONS PROGRAM OFFICE, OFFICE OF JUSTICE PROGRAMS, DEPARTMENT OF JUSTICE								395,134	949,404
DEPARTMENT OF JUSTICE									
DIRECT FROM:									
DEPARTMENT OF JUSTICE									
Unclassified Grants and Contracts						CAA	16.000	3,576	0
State and Local Anti-Terrorism Training						RAA	16.614	33,793	0
								-----	-----
SUBTOTAL DIRECT FROM:								37,369	0
								-----	-----
SUBTOTAL DEPARTMENT OF JUSTICE								37,369	0
DRUG ENFORCEMENT ADMINISTRATION, DEPARTMENT OF JUSTICE									
DIRECT FROM:									
DRUG ENFORCEMENT ADMINISTRATION, DEPARTMENT OF JUSTICE									
Drug Enforcement Admin						RAA	16.UNKNOWN	12,545	0
								-----	-----
SUBTOTAL DIRECT FROM:								12,545	0
								-----	-----
SUBTOTAL DRUG ENFORCEMENT ADMINISTRATION, DEPARTMENT OF JUSTICE								12,545	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
EXECUTIVE OFFICE FOR WEED AND SEED, DEPARTMENT OF JUSTICE					
DIRECT FROM:					
EXECUTIVE OFFICE FOR WEED AND SEED, DEPARTMENT OF JUSTICE Executive Office for Weed & Seed		RAA	16.595	24,970	0
SUBTOTAL DIRECT FROM:				24,970	0
SUBTOTAL EXECUTIVE OFFICE FOR WEED AND SEED, DEPARTMENT OF JUSTICE				24,970	0
FEDERAL BUREAU OF INVESTIGATION, DEPARTMENT OF JUSTICE					
DIRECT FROM:					
FEDERAL BUREAU OF INVESTIGATION, DEPARTMENT OF JUSTICE White Collar Crime		RAA	16.UNKNOWN	9,569	0
SUBTOTAL DIRECT FROM:				9,569	0
SUBTOTAL FEDERAL BUREAU OF INVESTIGATION, DEPARTMENT OF JUSTICE				9,569	0
NATIONAL INSTITUTE OF JUSTICE, DEPARTMENT OF JUSTICE					
DIRECT FROM:					
NATIONAL INSTITUTE OF JUSTICE, DEPARTMENT OF JUSTICE National Institute of Justice Research, Evaluation, and Development Projects Grants		GFB	16.560	12,382	0
National Institute of Justice Research, Evaluation, and Development Projects Grants		RAA	16.560	138,896	15,631
SUBTOTAL DIRECT FROM:				151,278	15,631
SUBTOTAL NATIONAL INSTITUTE OF JUSTICE, DEPARTMENT OF JUSTICE				151,278	15,631
OFFICE OF COMMUNITY ORIENTED POLICING SERVICES, DEPARTMENT OF JUSTICE					
DIRECT FROM:					
OFFICE OF COMMUNITY ORIENTED POLICING SERVICES, DEPARTMENT OF JUSTICE Public Safety Partnership & Community Policing Grants		GFC	16.710	30,656	0
Public Safety Partnership & Community Policing Grants		RAA	16.710	1,911,191	237,764
Troops to COPS		GFB	16.711	9,449	0
SUBTOTAL DIRECT FROM:				1,951,296	237,764
SUBTOTAL OFFICE OF COMMUNITY ORIENTED POLICING SERVICES, DEPARTMENT OF JUSTICE				1,951,296	237,764
OFFICE OF JUSTICE PROGRAMS, BUREAU OF JUSTICE ASSISTANCE, DEPARTMENT OF JUSTICE					
DIRECT FROM:					
OFFICE OF JUSTICE PROGRAMS, BUREAU OF JUSTICE ASSISTANCE, DEPARTMENT OF JUSTICE Byrne Formula Grant Program		RAA	16.579	1,045,901	5,990,451
Edward Byrne Memorial State & Local Law Enforcement Assistance Discretionary Grants Program		RAA	16.580	28,732	550,877
Local Law Enforcement Block Grants Program		RAA	16.592	9,639	305,745
Motor Vehicle Theft Protection Act Program (B) -		RAA	16.597	134,309	0
SUBTOTAL DIRECT FROM:				1,218,581	6,847,073
SUBTOTAL OFFICE OF JUSTICE PROGRAMS, BUREAU OF JUSTICE ASSISTANCE, DEPARTMENT OF JUSTICE				1,218,581	6,847,073

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
OFFICE OF JUSTICE PROGRAMS, DEPARTMENT OF JUSTICE					
DIRECT FROM:					
OFFICE OF JUSTICE PROGRAMS, DEPARTMENT OF JUSTICE					
Drug Court		JAA	16.2000-DC-VX-0125	64,281	0
Drug Court		JAA	16.2001-DC-BX-0024	137,688	0
Encourage Arrest		JAA	16.2002-WE-BX-0012	36,872	0
Crime Victim Compensation		RAA	16.576	126,313	2,459,068
Violent Offender Incarceration & Truth in Sentencing Incentive Grants		RAA	16.586	35,090	5,694,138
Violence Against Women Formula Grants		RAA	16.588	129,490	1,773,467
National Governors Assoc		RAA	16.UNKNOWN	3,945	0
SUBTOTAL DIRECT FROM:				533,679	9,926,673
PASS-THROUGH PROGRAMS FROM:					
City/Cty Denver					
Local Law Enforcement		JAA	16.N/A	66,325	0
La Plata County					
Encourage Arrest		JAA	16.97-WE-VX-0018	42,459	0
TESSA					
Domestic Violence		JAA	16.2001-WR-VX-K001	34,044	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				142,828	0
SUBTOTAL OFFICE OF JUSTICE PROGRAMS, DEPARTMENT OF JUSTICE				676,507	9,926,673
OFFICE OF JUSTICE PROGRAMS, OFFICE FOR VICTIMS OF CRIME, DEPARTMENT OF JUSTICE					
DIRECT FROM:					
OFFICE OF JUSTICE PROGRAMS, OFFICE FOR VICTIMS OF CRIME, DEPARTMENT OF JUSTICE					
Crime Victim Assistance		RAA	16.575	307,550	4,935,391
SUBTOTAL DIRECT FROM:				307,550	4,935,391
SUBTOTAL OFFICE OF JUSTICE PROGRAMS, OFFICE FOR VICTIMS OF CRIME, DEPARTMENT OF JUSTICE				307,550	4,935,391
OFFICE OF JUSTICE PROGRAMS, VIOLENCE AGAINST WOMEN OFFICE, DEPARTMENT OF JUSTICE					
DIRECT FROM:					
OFFICE OF JUSTICE PROGRAMS, VIOLENCE AGAINST WOMEN OFFICE, DEPARTMENT OF JUSTICE					
Training Grants to Stop Abuse and Sexual Assault of Older Individuals of Individuals with Disabilities		LAA	16.528 / 16.2002-EW-BX-0009	16,037	0
SUBTOTAL DIRECT FROM:				16,037	0
SUBTOTAL OFFICE OF JUSTICE PROGRAMS, VIOLENCE AGAINST WOMEN OFFICE, DEPARTMENT OF JUSTICE				16,037	0
OFFICE OF JUVENILE JUSTICE AND DELINQUENCY PREVENTION, DEPARTMENT OF JUSTICE					
DIRECT FROM:					
OFFICE OF JUVENILE JUSTICE AND DELINQUENCY PREVENTION, DEPARTMENT OF JUSTICE					
Juvenile Accountability Incentive Block Grants		RAA	16.523	370,520	3,479,665
Juvenile Justice & Delinquency Prevention: Allocation to States		RAA	16.540	195,831	893,766
Juvenile Justice & Delinquency Prevention: Special Emphasis		GFB	16.541	123,486	0
Title V: Delinquency Prevention Program		RAA	16.548	49,083	458,787
Part E: State Challenge Activities		RAA	16.549	0	87,288
Enforcing Underage Drinking Laws Program		HAA	16.727	462,344	0
SUBTOTAL DIRECT FROM:				1,201,264	4,919,506

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
PASS-THROUGH PROGRAMS FROM:					
Ctr for Nonprofit Dev					
Juvenile Justice Drug Prevention		JAA	16.2000-JN-FX-K004	6,555	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				6,555	0
SUBTOTAL OFFICE OF JUVENILE JUSTICE AND DELINQUENCY PREVENTION, DEPARTMENT OF JUSTICE				1,207,819	4,919,506
SUBTOTAL DEPARTMENT OF JUSTICE				8,280,973	28,204,693
-----					
DEPARTMENT OF LABOR					
BUREAU OF LABOR STATISTICS, DEPARTMENT OF LABOR					
DIRECT FROM:					
BUREAU OF LABOR STATISTICS, DEPARTMENT OF LABOR					
Labor Force Statistics		GJA	17.002	135,270	0
Labor Force Statistics		KAA	17.002	1,602,127	0
Compensation & Working Conditions		FAA	17.005	28,501	0
SUBTOTAL DIRECT FROM:				1,765,898	0
SUBTOTAL BUREAU OF LABOR STATISTICS, DEPARTMENT OF LABOR				1,765,898	0
DEPARTMENT OF LABOR					
DIRECT FROM:					
DEPARTMENT OF LABOR					
OCCUPATIONAL HEALTH & SAFETY -DOL-OSHA-0		GGB	17.E9F2-0980 AMD #3	261,326	0
OCCUPATIONAL HEALTH & SAFETY CONSULTATIO		GGB	17.E9F3-0980	670,904	0
SUBTOTAL DIRECT FROM:				932,230	0
SUBTOTAL DEPARTMENT OF LABOR				932,230	0
EMPLOYMENT AND TRAINING ADMINISTRATION, DEPARTMENT OF LABOR					
DIRECT FROM:					
EMPLOYMENT AND TRAINING ADMINISTRATION, DEPARTMENT OF LABOR					
Employment Service		KAA	17.207	2,432,645	7,712,225
Unemployment Insurance		KAA	17.225	581,245,993	72,163
Senior Community Service Employment Program		IHA	17.235	80,311	468,730
Trade Adjustment Assistance: Workers		KAA	17.245	3,240,266	0
Employment & Training Assistance: Dislocated Workers		GJA	17.246	39,814	0
Employment & Training Assistance: Dislocated Workers		KAA	17.246	51,123	0
Employment Services & Job Training Pilots: Demonstrations and Research		GFE	17.249	185,575	0
Employment Services & Job Training Pilots: Demonstrations and Research		IHA	17.249	(26,581)	0
Welfare-to-Work Grants to States and Localities		KAA	17.253	1,298,945	3,847,573
One-Stop Career Center Initiative		KAA	17.257	1,044,459	0
Employment and Training Administration Pilots, Demonstrations, and Research Projects		IKA	17.261	627,784	0
Employment and Training Administration Pilots, Demonstrations, and Research Projects		KAA	17.261	167,002	0
Work Incentive Grant		KAA	17.266	2,456	0
Work Incentive Grant		NAA	17.266	105,907	113,834
Reed Act Administration		KAA	17.999 / 17.REED	6,938,460	37,321
Technical Assistance Training		NAA	17.UNKNOWN	4,270	0
SUBTOTAL DIRECT FROM:				597,438,429	12,251,846

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
PASS-THROUGH PROGRAMS FROM:									
MWD									
	Employment Services & Job Training Pilots: Demonstrations and Research					GJD	17.249 / 17.10149	7,454	0
	Employment Services & Job Training Pilots: Demonstrations and Research					GJD	17.249 / 17.10150	(13)	0
	Employment Services & Job Training Pilots: Demonstrations and Research					GJD	17.249 / 17.11106	2,007	0
	Employment Services & Job Training Pilots: Demonstrations and Research					GJD	17.249 / 17.CFR64522	17,780	0
	Employment Services & Job Training Pilots: Demonstrations and Research					GJD	17.249 / 17.GE10165	214,973	0
	Welfare-to-Work Grants to States and Localities					GJD	17.253 / 17.11440	46,072	0
	Welfare-to-Work Grants to States and Localities					GJD	17.253 / 17.GE20079	12,372	0
	Welfare-to-Work Grants to States and Localities					GJD	17.253 / 17.GE21254	182,665	0
	Welfare-to-Work Grants to States and Localities					GJD	17.253 / 17.Z8950	95,452	0
								-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								578,762	0
								-----	-----
SUBTOTAL EMPLOYMENT AND TRAINING ADMINISTRATION, DEPARTMENT OF LABOR								598,017,191	12,251,846
MINE SAFETY AND HEALTH ADMINISTRATION, DEPARTMENT OF LABOR									
DIRECT FROM:									
MINE SAFETY AND HEALTH ADMINISTRATION, DEPARTMENT OF LABOR									
	Mine Health & Safety Grants					PKA	17.600	164,981	0
	Mine Safety and Health Administration					PKA	17.B2534181	525	0
								-----	-----
SUBTOTAL DIRECT FROM:								165,506	0
								-----	-----
SUBTOTAL MINE SAFETY AND HEALTH ADMINISTRATION, DEPARTMENT OF LABOR								165,506	0
OFFICE OF THE ASSISTANT SECRETARY FOR VETERANS' EMPLOYMENT AND TRAINING, DEPARTMENT OF LABOR									
DIRECT FROM:									
OFFICE OF THE ASSISTANT SECRETARY FOR VETERANS' EMPLOYMENT AND TRAINING, DEPARTMENT OF LABOR									
	Disabled Veterans' Outreach Program (DVOP)					GFD	17.801	178,056	0
	Disabled Veterans' Outreach Program (DVOP)					KAA	17.801	1,635,384	172,877
	Veterans' Employment Program					GFD	17.802	1,904,628	42,088
	Veterans' Employment Program					KAA	17.802	(10,559)	89,416
	Local Veterans' Employment Representative Program					KAA	17.804	1,080,797	73,141
								-----	-----
SUBTOTAL DIRECT FROM:								4,788,306	377,522
PASS-THROUGH PROGRAMS FROM:									
GEORGIA DEPARTMENT OF LABOR									
	Disabled Veterans' Outreach Program (DVOP)					GFD	17.801 / 17.45400-1014	85,338	0
								-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								85,338	0
								-----	-----
SUBTOTAL OFFICE OF THE ASSISTANT SECRETARY FOR VETERANS' EMPLOYMENT AND TRAINING, DEPARTMENT OF LABOR								4,873,644	377,522
								-----	-----
SUBTOTAL DEPARTMENT OF LABOR								605,754,469	12,629,368
-----									
DEPARTMENT OF STATE									
BUREAU OF EDUCATIONAL AND CULTURAL AFFAIRS, DEPARTMENT OF STATE									
DIRECT FROM:									
BUREAU OF EDUCATIONAL AND CULTURAL AFFAIRS, DEPARTMENT OF STATE									
	Educational Partnerships Program					GJL	19.405 / 19.39413	17,693	0
								-----	-----
SUBTOTAL DIRECT FROM:								17,693	0
								-----	-----
SUBTOTAL BUREAU OF EDUCATIONAL AND CULTURAL AFFAIRS, DEPARTMENT OF STATE								17,693	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.



STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
BUREAU OF INTELLIGENCE AND RESEARCH, DEPARTMENT OF STATE					
PASS-THROUGH PROGRAMS FROM:					
NATIONAL COUNCIL EURASIAN EAST EUROPEAN RSCH					
Program for Study of Eastern Europe & the Independent States of the Former Soviet Union					
		GFB	19.300 / 19.817-8	13,544	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				----- 13,544	----- 0
SUBTOTAL BUREAU OF INTELLIGENCE AND RESEARCH, DEPARTMENT OF STATE				----- 13,544	----- 0
DEPARTMENT OF STATE					
DIRECT FROM:					
DEPARTMENT OF STATE					
DEVELOPMENT OF MULTIMEDIA INSTRUCTIONAL					
		GGB	19.S-ECAPE-02-GR-301(PS)	46,360	0
SUBTOTAL DIRECT FROM:				----- 46,360	----- 0
SUBTOTAL DEPARTMENT OF STATE				----- 46,360	----- 0
SUBTOTAL DEPARTMENT OF STATE				----- 77,597	----- 0
-----					
DEPARTMENT OF TRANSPORTATION					
DEPARTMENT OF TRANSPORTATION					
DIRECT FROM:					
DEPARTMENT OF TRANSPORTATION					
Unclassified Grants and Contracts					
		TAA	20.000	85,538	0
SUBTOTAL DIRECT FROM:				----- 85,538	----- 0
SUBTOTAL DEPARTMENT OF TRANSPORTATION				----- 85,538	----- 0
FEDERAL AVIATION ADMINISTRATION, DEPARTMENT OF TRANSPORTATION					
DIRECT FROM:					
FEDERAL AVIATION ADMINISTRATION, DEPARTMENT OF TRANSPORTATION					
Airport Improvement Program					
		HAA	20.106	266,596	0
SUBTOTAL DIRECT FROM:				----- 266,596	----- 0
SUBTOTAL FEDERAL AVIATION ADMINISTRATION, DEPARTMENT OF TRANSPORTATION				----- 266,596	----- 0
FEDERAL HIGHWAY ADMINISTRATION, DEPARTMENT OF TRANSPORTATION					
DIRECT FROM:					
FEDERAL HIGHWAY ADMINISTRATION, DEPARTMENT OF TRANSPORTATION					
Highway Planning & Construction					
		GGB	20.205	239,897	0
Highway Planning & Construction					
		HAA	20.205	321,358,585	52,638,677
National Motor Carrier Safety					
		RAA	20.218	1,971,169	598,038
Recreational Trails Program					
		PJA	20.219	590,498	757,269
SUBTOTAL DIRECT FROM:				----- 324,160,149	----- 53,993,984
SUBTOTAL FEDERAL HIGHWAY ADMINISTRATION, DEPARTMENT OF TRANSPORTATION				----- 324,160,149	----- 53,993,984

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS				
FEDERAL TRANSIT ADMINISTRATION, DEPARTMENT OF TRANSPORTATION													
DIRECT FROM:													
FEDERAL TRANSIT ADMINISTRATION, DEPARTMENT OF TRANSPORTATION													
Federal Transit: Metropolitan Planning Grants										HAA	20.505	108,666	63,623
Formula Grants for Other Than Urbanized Areas										HAA	20.509	272,379	2,447,135
Capital Assistance Program for Elderly Persons & Persons with Disabilities										HAA	20.513	85,595	1,036,297
SUBTOTAL DIRECT FROM:								----- 466,640	----- 3,547,055				
SUBTOTAL FEDERAL TRANSIT ADMINISTRATION, DEPARTMENT OF TRANSPORTATION								466,640	3,547,055				
MARITIME ADMINISTRATION, DEPARTMENT OF TRANSPORTATION													
DIRECT FROM:													
MARITIME ADMINISTRATION, DEPARTMENT OF TRANSPORTATION													
Supplementary Training										GFE	20.810	4,434	0
SUBTOTAL DIRECT FROM:								----- 4,434	----- 0				
SUBTOTAL MARITIME ADMINISTRATION, DEPARTMENT OF TRANSPORTATION								4,434	0				
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION FEDERAL HIGHWAY ADMINISTRATION, DEPARTMENT OF TRANSPORTATION													
DIRECT FROM:													
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION FEDERAL HIGHWAY ADMINISTRATION, DEPARTMENT OF TRANSPORTATION													
State & Community Highway Safety										HAA	20.600	1,231,253	2,123,555
SUBTOTAL DIRECT FROM:								----- 1,231,253	----- 2,123,555				
SUBTOTAL NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION FEDERAL HIGHWAY ADMINISTRATION, DEPARTMENT OF TRANSPORTATION								1,231,253	2,123,555				
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, DEPARTMENT OF TRANSPORTATION													
DIRECT FROM:													
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, DEPARTMENT OF TRANSPORTATION													
Alcohol Traffic Safety & Drunk Driving Prevention Incentive Grants										HAA	20.601	588,480	0
SUBTOTAL DIRECT FROM:								----- 588,480	----- 0				
SUBTOTAL NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, DEPARTMENT OF TRANSPORTATION								588,480	0				
RESEARCH AND SPECIAL PROGRAMS ADMINISTRATION, DEPARTMENT OF TRANSPORTATION													
DIRECT FROM:													
RESEARCH AND SPECIAL PROGRAMS ADMINISTRATION, DEPARTMENT OF TRANSPORTATION													
Pipeline Safety										SGA	20.700	543,745	0
Interagency Hazardous Materials Public Sector Training and Planning Grants										NAA	20.703	131,930	54,500
SUBTOTAL DIRECT FROM:								----- 675,675	----- 54,500				
SUBTOTAL RESEARCH AND SPECIAL PROGRAMS ADMINISTRATION, DEPARTMENT OF TRANSPORTATION								675,675	54,500				
SUBTOTAL DEPARTMENT OF TRANSPORTATION								----- 327,478,765	----- 59,719,094				

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
DEPARTMENT OF TREASURY					
BUREAU OF ALCOHOL, TOBACCO AND FIREARMS, DEPARTMENT OF THE TREASURY					
DIRECT FROM:					
BUREAU OF ALCOHOL, TOBACCO AND FIREARMS, DEPARTMENT OF THE TREASURY Great Grant		RAA	21.UNKNOWN	136.907	0
SUBTOTAL DIRECT FROM:				136.907	0
SUBTOTAL BUREAU OF ALCOHOL, TOBACCO AND FIREARMS, DEPARTMENT OF THE TREASURY				136.907	0
DEPARTMENT OF TREASURY					
DIRECT FROM:					
DEPARTMENT OF TREASURY TREASURY EQUITABLE SHARING PROGRAM		TAA	21.COURT AWARDS	2.750	0
SUBTOTAL DIRECT FROM:				2.750	0
SUBTOTAL DEPARTMENT OF TREASURY				2.750	0
SUBTOTAL DEPARTMENT OF TREASURY				139.657	0
-----					
OFFICE OF PERSONNEL MANAGEMENT					
OFFICE OF PERSONNEL MANAGEMENT					
DIRECT FROM:					
OFFICE OF PERSONNEL MANAGEMENT Intergovernmental Personnel Act (IPA) Mobility Program		GFD	27.011	355.746	0
Intergovernmental Personnel Act (IPA) Mobility Program		GFE	27.011	52.070	0
SUBTOTAL DIRECT FROM:				407.816	0
SUBTOTAL OFFICE OF PERSONNEL MANAGEMENT				407.816	0
SUBTOTAL OFFICE OF PERSONNEL MANAGEMENT				407.816	0
-----					
EQUAL EMPLOYMENT OPPORTUNITY COMMISSION					
EQUAL EMPLOYMENT OPPORTUNITY COMMISSION					
DIRECT FROM:					
EQUAL EMPLOYMENT OPPORTUNITY COMMISSION Employment Discrimination: State and Local Fair Employment Practices Agency Contracts		SDA	30.002	518.391	0
SUBTOTAL DIRECT FROM:				518.391	0
SUBTOTAL EQUAL EMPLOYMENT OPPORTUNITY COMMISSION				518.391	0
SUBTOTAL EQUAL EMPLOYMENT OPPORTUNITY COMMISSION				518.391	0
-----					

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
GENERAL SERVICES ADMINISTRATION					
GENERAL SERVICES ADMINISTRATION					
DIRECT FROM:					
GENERAL SERVICES ADMINISTRATION Donation of Federal Surplus Personal Property	*	CFB	39.003	0	133.823
SUBTOTAL DIRECT FROM:				0	133.823
SUBTOTAL GENERAL SERVICES ADMINISTRATION				0	133.823
SUBTOTAL GENERAL SERVICES ADMINISTRATION				0	133.823
-----					
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION					
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION					
DIRECT FROM:					
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION Aerospace Education Services Program		GFB	43.001	1,365,247	104,557
Aerospace Education Services Program		GFE	43.001	22,975	0
Aerospace Education Services Program		GGB	43.001	27,820	0
NASA		PIA	43.NAG13-02026	236,619	0
KONRAD GOJARA FELLOWSHIP (NASA EARTH SYS ENVIRONMENTAL & LAND-USE CONTROLS OF CHE		GGB	43.NGT5-30421 SUPP 01	15,029	0
		GGB	43.NGT5-30438	19,194	0
SUBTOTAL DIRECT FROM:				1,686,884	104,557
PASS-THROUGH PROGRAMS FROM:					
SPACE TELESCOPE SCIENCE INSTITUTE Technology Transfer		GFB	43.002 / 43.HST-E0-09221.06-A	12,400	0
UCAR-NCAR-COMET Atmospheric Tech. Divis. INSPIRING THE NEXT GENERATION OF EXPLOR		GGB	43.3659003	18,463	0
UNIVERSITY OF ALABAMA Technology Transfer		GFB	43.002 / 43.02-029	1,030	0
Univ of Texas San Antonio Aerospace Education Services Program		GJD	43.001 / 43.NAG5-11741	62,569	0
Aerospace Education Services Program		GJD	43.001 / 43.NAG5-13342	11,578	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				106,040	0
SUBTOTAL NATIONAL AERONAUTICS AND SPACE ADMINISTRATION				1,792,924	104,557
SUBTOTAL NATIONAL AERONAUTICS AND SPACE ADMINISTRATION				1,792,924	104,557
-----					
NATIONAL ENDOWMENT FOR THE HUMANITIES					
INSTITUTE OF MUSEUM AND LIBRARY SERVICES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES					
DIRECT FROM:					
INSTITUTE OF MUSEUM AND LIBRARY SERVICES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES Institute of Museum and Library Services		GFC	45.301	6,937	0
Institute of Museum and Library Services		GTA	45.301 / 45.IG80642-98	7,896	0
Conservation Project Support		GCA	45.303	21,053	0
State Library Program		DAA	45.310	1,639,801	1,048,317
SUBTOTAL DIRECT FROM:				1,675,687	1,048,317

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
PASS-THROUGH PROGRAMS FROM:									
University of Denver									
Institute of Museum and Library Services: National Leadership Grants						GSA	45.312 / 45.35683-10	6.836	0
Institute of Museum and Library Services: National Leadership Grants						GGB	45.312 / 45.35683-13	2.804	0
Institute of Museum and Library Services: National Leadership Grants						GGB	45.312 / 45.LL-99094-99	1.055	0
								-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								10.695	0
								-----	-----
SUBTOTAL INSTITUTE OF MUSEUM AND LIBRARY SERVICES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES								1.686.382	1,048.317
NATIONAL ENDOWMENT FOR THE ARTS, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES									
DIRECT FROM:									
NATIONAL ENDOWMENT FOR THE ARTS, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES									
Promotion of the Arts: Grants to Organizations and Individuals						GFB	45.024	13.357	0
Promotion of the Arts: Partnership Agreements						GBA	45.025 / 45.02-6100-2015	106.600	506.500
								-----	-----
SUBTOTAL DIRECT FROM:								119.957	506.500
								-----	-----
SUBTOTAL NATIONAL ENDOWMENT FOR THE ARTS, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES								119.957	506.500
NATIONAL ENDOWMENT FOR THE HUMANITIES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES									
DIRECT FROM:									
NATIONAL ENDOWMENT FOR THE HUMANITIES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES									
Promotion of the Humanities: Education Development and Demonstration						GFB	45.162	17.607	0
Promotion of the Humanities: Seminars and Institutes						GGB	45.163	1	0
Preserv of Textile Collec						GSA	45.IC-05-02-0212-02	24.526	0
Sharing Culture						GSA	45.LG-30-02-0284	8.471	0
Archival Stor of NA Coll						GSA	45.PA-23895-01	2.881	0
								-----	-----
SUBTOTAL DIRECT FROM:								53.486	0
PASS-THROUGH PROGRAMS FROM:									
COLORADO ENDOWMENT FOR THE HUMANITIES									
Promotion of the Humanities: Federal/State Partnership						GFB	45.129 / 45.P011-0301-007	1.718	0
Promotion of the Humanities: Federal/State Partnership						GFB	45.129 / 45.P021-0901-011S	3.400	0
Promotion of the Humanities: Federal/State Partnership						GFB	45.129 / 45.P069-0902-035	5.046	0
								-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								10.164	0
								-----	-----
SUBTOTAL NATIONAL ENDOWMENT FOR THE HUMANITIES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES								63.650	0
								-----	-----
SUBTOTAL NATIONAL ENDOWMENT FOR THE HUMANITIES								1.869.989	1,554.817
-----									
NATIONAL SCIENCE FOUNDATION									
NATIONAL SCIENCE FOUNDATION									
DIRECT FROM:									
NATIONAL SCIENCE FOUNDATION									
Engineering Grants						GFB	47.041	120.931	0
Engineering Grants						GFD	47.041	(77)	0
Engineering Grants						GGB	47.041	76.875	0
Mathematical and Physical Sciences						GFB	47.049	763.531	3.131
Mathematical and Physical Sciences						GFC	47.049	694	0
Mathematical and Physical Sciences						GGB	47.049	26.991	0
Geosciences						GFB	47.050	225.006	97.276
Geosciences						GGB	47.050	33.772	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY				DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY				EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)					
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)		NONCASH	STATE <sup>1</sup>		
PROGRAM NAME		INDICATOR	AGENCY CFDA / OTHER ID NUMBER		
Geosciences		GSA	47.050 / 47.ATM-0233861	28,322	0
Computer and Information Science and Engineering		GFB	47.070	47,513	0
Biological Sciences		GFB	47.074	4,971	0
Biological Sciences		GFE	47.074	2,128	0
Social, Behavioral, and Economic Sciences		GFB	47.075	664,909	0
Education and Human Resources		GFB	47.076	1,560,888	0
Education and Human Resources		GFD	47.076	99,038	0
Education and Human Resources		GFE	47.076	198,246	0
Education and Human Resources		GGB	47.076	635,579	382,246
Education and Human Resources		GHB	47.076	91,468	0
Education and Human Resources		GJA	47.076	5,527	0
Education and Human Resources		GJC	47.076	125,784	0
Education and Human Resources		GKA	47.076	269,182	322,691
Education and Human Resources		GJL	47.076 / 47.31153	117,057	0
Education and Human Resources		GSA	47.076 / 47.DUE-0088502	875	0
Academic Research Infrastructure		GFB	47.077	55	0
Polar Programs (B) -		GFB	47.078	61,511	0
National Science Foundation		GHC	47.CHE-0215927	51,750	0
Collaborative Research		GGJ	47.DMI-0114007	34,299	0
Microscope		GGJ	47.DUE-0087833	8,841	0
National Science Foundation		GHC	47.DUE-0094493	111,533	0
National Science Foundation		GHC	47.DUE-0101820	39,334	0
Scholarships		GGJ	47.DUE-9987287	89,390	0
WGIDPO-Gender Equity in Sci. Eng. &Mth Ed.		GTA	47.HDR-9714751	87,774	0
National Science Foundation		GHC	47.HRD-0217172	6,696	0
SUBTOTAL DIRECT FROM:				5,590,393	805,344
PASS-THROUGH PROGRAMS FROM:					
ARIZONA STATE UNIVERSITY					
Engineering Grants		GFB	47.041 / 47.KMD5270-25-24-SUB	1	0
Geosciences		GFB	47.050 / 47.F00UR012	378	0
Geosciences		GFB	47.050 / 47.F00UR013	378	0
Geosciences		GFB	47.050 / 47.F00UR014	378	0
Geosciences		GFB	47.050 / 47.F99UR002	378	0
Geosciences		GFB	47.050 / 47.F99UR003	378	0
Education and Human Resources		GFB	47.076 / 47.KMD5276-25-34/SUB	21,969	0
Montana State University					
Education and Human Resources		GKA	47.076 / 47.NSF ESI-0119786	251,128	0
Tulane University					
National Science Foundation		GHC	47.DEB-0074806	6,615	0
UCAR-NCAR-Research Applications Program					
THE DIGITAL LIBRARY FOR EARTH SYSTEM EDU		GGB	47.S01-30979 MOD 1-02	68	0
UNIVERSITY CORP. FOR ATMOSPHERIC RESEARCH					
Geosciences		GFD	47.050 / 47.S03-44105	6,272	0
Education and Human Resources		GFB	47.076 / 47.S01-32607	56	0
Univ of California Davis					
Education and Human Resources		GKA	47.076 / 47.NSF DEB-0120169	22,066	0
University of Georgia					
Computer and Information Science and Engineering		GTA	47.070 / 47.RR171-027/4184227	17,872	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				327,937	0
SUBTOTAL NATIONAL SCIENCE FOUNDATION				5,918,330	805,344
SUBTOTAL NATIONAL SCIENCE FOUNDATION				5,918,330	805,344

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
SECURITIES AND EXCHANGE COMMISSION					
SECURITIES AND EXCHANGE COMMISSION					
DIRECT FROM:					
SECURITIES AND EXCHANGE COMMISSION Securities: Investigation of Complaints and SEC Information		GFB	58.001	6	0
SUBTOTAL DIRECT FROM:				6	0
SUBTOTAL SECURITIES AND EXCHANGE COMMISSION				6	0
SUBTOTAL SECURITIES AND EXCHANGE COMMISSION				6	0
-----					
SMALL BUSINESS ADMINISTRATION					
SMALL BUSINESS ADMINISTRATION					
DIRECT FROM:					
SMALL BUSINESS ADMINISTRATION Small Business Development Center		EDA	59.037	191,433	1,041,328
Small Business Development Center		GFC	59.037	(14)	0
Dry Cleaners Grant		FAA	59.OEP-RU1-EPA	1,926	0
SUBTOTAL DIRECT FROM:				193,345	1,041,328
SUBTOTAL SMALL BUSINESS ADMINISTRATION				193,345	1,041,328
SUBTOTAL SMALL BUSINESS ADMINISTRATION				193,345	1,041,328
-----					
DEPARTMENT OF VETERANS AFFAIRS					
DEPARTMENT OF VETERANS AFFAIRS					
DIRECT FROM:					
DEPARTMENT OF VETERANS AFFAIRS Vet Affairs		GJJ	64.UNKNOWN	8,925	0
SUBTOTAL DIRECT FROM:				8,925	0
SUBTOTAL DEPARTMENT OF VETERANS AFFAIRS				8,925	0
NATIONAL CEMETERY SYSTEM, DEPARTMENT OF VETERANS AFFAIRS					
DIRECT FROM:					
NATIONAL CEMETERY SYSTEM, DEPARTMENT OF VETERANS AFFAIRS State Cemetery Grants		OBA	64.203	720,744	0
SUBTOTAL DIRECT FROM:				720,744	0
SUBTOTAL NATIONAL CEMETERY SYSTEM, DEPARTMENT OF VETERANS AFFAIRS				720,744	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
VETERANS BENEFITS ADMINISTRATION, DEPARTMENT OF VETERANS AFFAIRS									
DIRECT FROM:									
VETERANS BENEFITS ADMINISTRATION, DEPARTMENT OF VETERANS AFFAIRS									
Vocational Rehabilitation for Disabled Veterans						GFD	64.116	2,933	0
Vocational Training for Certain Veterans Receiving VA Pension						GJA	64.123	204,418	0
Vocational and Educational Counseling for Service Members and Veterans						GFD	64.125	21,711	0
Veteran's Recording Fee						GGJ	64.UNKNOWN	2,044	0
								-----	-----
SUBTOTAL DIRECT FROM:								231,106	0
								-----	-----
SUBTOTAL VETERANS BENEFITS ADMINISTRATION, DEPARTMENT OF VETERANS AFFAIRS								231,106	0
VETERANS HEALTH ADMINISTRATION, DEPARTMENT OF VETERANS AFFAIRS									
DIRECT FROM:									
VETERANS HEALTH ADMINISTRATION, DEPARTMENT OF VETERANS AFFAIRS									
Grants to States for Construction of State Home Facilities						IHA	64.005	7,721	0
Veterans Nursing Home Care						ILB	64.010	248,033	0
Veterans Nursing Home Care						ILC	64.010	158,018	0
Veterans Nursing Home Care						ILD	64.010	42,710	0
Veterans Nursing Home Care						ILE	64.010	74,578	0
Veterans State Domiciliary Care						ILB	64.014	276,030	0
Veterans State Nursing Home Care						ILB	64.015	819,075	0
Veterans State Nursing Home Care						ILC	64.015	1,729,088	0
Veterans State Nursing Home Care						ILD	64.015	1,456,228	0
Veterans State Nursing Home Care						ILE	64.015	1,599,335	0
Sharing Specialized Medical Resources						GFE	64.018	1,854,340	0
								-----	-----
SUBTOTAL DIRECT FROM:								8,265,156	0
								-----	-----
SUBTOTAL VETERANS HEALTH ADMINISTRATION, DEPARTMENT OF VETERANS AFFAIRS								8,265,156	0
								-----	-----
SUBTOTAL DEPARTMENT OF VETERANS AFFAIRS								9,225,931	0
-----									
ENVIRONMENTAL PROTECTION AGENCY									
ENVIRONMENTAL PROTECTION AGENCY									
DIRECT FROM:									
ENVIRONMENTAL PROTECTION AGENCY									
Unclassified Grants and Contracts						EDA	66.000	643	0
Performance Partnership Grants (A,B) -						FAA	66.605	8,484,794	705,176
Surveys, Studies, Investigations and Special Purpose Grants (B) -						FAA	66.606	688,886	351,801
Surveys, Studies, Investigations and Special Purpose Grants (B) -						GFB	66.606	248	0
Surveys, Studies, Investigations and Special Purpose Grants (B) -						GGB	66.606	7,376	5,781
Surveys, Studies, Investigations and Special Purpose Grants (B) -						PKA	66.606	289	0
TRAINING LIVESTOCK PRODUCERS TO IMPLEMEN						GGB	66.CP-98827501-0	8,649	0
Integ Fuel Cell Tech						EFA	66.EPA98857401-0	20,288	0
IPA Bedford						FAA	66.OEP-BM1-EPA	72,276	0
AST DATABASE						KAA	66.X998409-01	(400)	0
								-----	-----
SUBTOTAL DIRECT FROM:								9,283,049	1,062,758
								-----	-----
SUBTOTAL ENVIRONMENTAL PROTECTION AGENCY								9,283,049	1,062,758

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.



STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
OFFICE OF ADMINISTRATION AND RESOURCES MANAGEMENT, ENVIRONMENTAL PROTECTION AGENCY									
DIRECT FROM:									
OFFICE OF ADMINISTRATION AND RESOURCES MANAGEMENT, ENVIRONMENTAL PROTECTION AGENCY									
State Information Grants									
						FAA	66.608	5.440	2.395
								-----	-----
SUBTOTAL DIRECT FROM:								5.440	2.395
								-----	-----
SUBTOTAL OFFICE OF ADMINISTRATION AND RESOURCES MANAGEMENT, ENVIRONMENTAL PROTECTION AGENCY								5.440	2.395
OFFICE OF AIR AND RADIATION, ENVIRONMENTAL PROTECTION AGENCY									
DIRECT FROM:									
OFFICE OF AIR AND RADIATION, ENVIRONMENTAL PROTECTION AGENCY									
Air Pollution Control Program Support									
						FAA	66.001	(751)	34.380
Surveys Studies Investigations, Demonstrations and Special Purpose Activities Relating to the Clean Air Act									
						GGB	66.034	28.211	0
								-----	-----
SUBTOTAL DIRECT FROM:								27.460	34.380
								-----	-----
SUBTOTAL OFFICE OF AIR AND RADIATION, ENVIRONMENTAL PROTECTION AGENCY								27.460	34.380
OFFICE OF ENFORCEMENT AND COMPLIANCE ASSURANCE, ENVIRONMENTAL PROTECTION AGENCY									
DIRECT FROM:									
OFFICE OF ENFORCEMENT AND COMPLIANCE ASSURANCE, ENVIRONMENTAL PROTECTION AGENCY									
Consolidated Pesticide Enforcement Cooperative Agreements									
						BAA	66.700 / 66.E-008401-02	17.487	0
Consolidated Pesticide Enforcement Cooperative Agreements									
						BAA	66.700 / 66.E-988460-02	172.954	0
Consolidated Pesticide Enforcement Cooperative Agreements									
						BAA	66.700 / 66.E00840103-0	30.176	0
Consolidated Pesticide Enforcement Cooperative Agreements									
						BAA	66.700 / 66.E98846003-1	135.563	0
Consolidated Pesticide Enforcement Cooperative Agreements									
						BAA	66.700 / 66.E998430-02	38.594	0
Consolidated Pesticide Enforcement Cooperative Agreements									
						BAA	66.700 / 66.E99843003-0	48.230	0
Toxic Substances Compliance Monitoring Cooperative Agreements									
						FAA	66.701	10.562	0
								-----	-----
SUBTOTAL DIRECT FROM:								453.566	0
								-----	-----
SUBTOTAL OFFICE OF ENFORCEMENT AND COMPLIANCE ASSURANCE, ENVIRONMENTAL PROTECTION AGENCY								453.566	0
OFFICE OF GRANTS AND DEBARMENT, ENVIRONMENTAL PROTECTION AGENCY									
DIRECT FROM:									
OFFICE OF GRANTS AND DEBARMENT, ENVIRONMENTAL PROTECTION AGENCY									
Training and Fellowships for the Environmental Protection Agency (B.M) -									
						GFB	66.607	28.056	0
								-----	-----
SUBTOTAL DIRECT FROM:								28.056	0
								-----	-----
SUBTOTAL OFFICE OF GRANTS AND DEBARMENT, ENVIRONMENTAL PROTECTION AGENCY								28.056	0
OFFICE OF PREVENTION, PESTICIDES AND TOXIC SUBSTANCES, ENVIRONMENTAL PROTECTION AGENCY									
DIRECT FROM:									
OFFICE OF PREVENTION, PESTICIDES AND TOXIC SUBSTANCES, ENVIRONMENTAL PROTECTION AGENCY									
Pollution Prevention Grants Program									
						FAA	66.708	432	43.196
								-----	-----
SUBTOTAL DIRECT FROM:								432	43.196
								-----	-----
SUBTOTAL OFFICE OF PREVENTION, PESTICIDES AND TOXIC SUBSTANCES, ENVIRONMENTAL PROTECTION AGENCY								432	43.196

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY

MAJOR SUBDIVISION OF FEDERAL AGENCY

SOURCE TYPE (DIRECT OR PASS-THROUGH)

ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)

PROGRAM NAME

NONCASH  
INDICATOR

STATE<sup>1</sup>  
AGENCY

CFDA / OTHER ID NUMBER

DIRECT  
EXPENDITURES

PASSED TO  
SUBRECIPIENTS

OFFICE OF RESEARCH AND DEVELOPMENT, ENVIRONMENTAL PROTECTION AGENCY

DIRECT FROM:

OFFICE OF RESEARCH AND DEVELOPMENT, ENVIRONMENTAL PROTECTION AGENCY

Environmental Protection-Consolidated Research

GFB 66.500

6.101

0

Environmental Protection-Consolidated Research

PBA 66.500

130.634

0

Environmental Protection-Consolidated Research

PIA 66.500

30.864

0

Environmental Protection-Consolidated Research

PKA 66.500

20.232

0

SUBTOTAL DIRECT FROM:

187.831

0

SUBTOTAL OFFICE OF RESEARCH AND DEVELOPMENT, ENVIRONMENTAL PROTECTION AGENCY

187.831

0

OFFICE OF SOLID WASTE AND EMERGENCY RESPONSE, ENVIRONMENTAL PROTECTION AGENCY

DIRECT FROM:

OFFICE OF SOLID WASTE AND EMERGENCY RESPONSE, ENVIRONMENTAL PROTECTION AGENCY

Superfund State Site Specific Cooperative Agreements

FAA 66.802

3,250.544

1,527.291

State and Tribal Underground Storage Tanks Program

KAA 66.804

102.947

0

Leaking Underground Storage Tank Trust Fund Program

KAA 66.805

1,006.351

0

Brownfield Pilots Cooperative Agreements (B) -

FAA 66.811

24.321

1,306.083

Brownfield Pilots Cooperative Agreements (B) -

KAA 66.811

2.788

0

SUBTOTAL DIRECT FROM:

4,386.951

2,833.374

SUBTOTAL OFFICE OF SOLID WASTE AND EMERGENCY RESPONSE, ENVIRONMENTAL PROTECTION AGENCY

4,386.951

2,833.374

OFFICE OF WATER, ENVIRONMENTAL PROTECTION AGENCY

DIRECT FROM:

OFFICE OF WATER, ENVIRONMENTAL PROTECTION AGENCY

State Underground Water Source Protection

GJL 66.433

44.788

0

State Underground Water Source Protection

PHA 66.433

93.790

0

Water Quality Management Planning

FAA 66.454

85.375

36.847

Nonpoint Source Implementation Grants

FAA 66.460

13.687

1,389.233

Wetland Program Development Grants

PAA 66.461

0

345.050

Water Quality Cooperative Agreements

FAA 66.463

49

4.928

Water Quality Cooperative Agreements

PKA 66.463

8.964

0

State Grants to Reimburse Operators of Small Water Systems for Training and Certification Costs

FAA 66.471

4.046

13.000

SUBTOTAL DIRECT FROM:

250.699

1,789.058

PASS-THROUGH PROGRAMS FROM:

CO Water Res & Power Dev.

Capitalization Grants for Clean Water State Revolving Funds

FAA 66.458 / 66.CS080001-96-3

626.815

0

Capitalization Grants for Clean Water State Revolving Funds

FAA 66.458 / 66.FS99883298

234.930

33.500

Capitalization Grants for Clean Water State Revolving Funds

FAA 66.458 / 66.WQC-XG9-POW

18.073

13.831

Capitalization Grants for Clean Water State Revolving Funds

FAA 66.458 / 66.WQC-XH1-POW

697

11.797

Capitalization Grants for Clean Water State Revolving Funds

FAA 66.458 / 66.WQC-XQ1-POW

571.134

0

Capitalization Grants for Clean Water State Revolving Funds

FAA 66.458 / 66.WQC-XR1-POW

41.617

0

Capitalization Grants for Clean Water State Revolving Funds

FAA 66.458 / 66.WQC-XS1-POW

49.164

0

Capitalization Grants for Clean Water State Revolving Funds

FAA 66.458 / 66.WQC-XT1-POW

635.043

8.420

San Miguel Basin Soil Cons. Dist.

Nonpoint Source Implementation Grants

PBA 66.460

6.420

0

SUBTOTAL PASS-THROUGH PROGRAMS FROM:

2,183.893

67.548

SUBTOTAL OFFICE OF WATER, ENVIRONMENTAL PROTECTION AGENCY

2,434.592

1,856.606

SUBTOTAL ENVIRONMENTAL PROTECTION AGENCY

16,807.377

5,832.709

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
DEPARTMENT OF ENERGY									
DEPARTMENT OF ENERGY									
DIRECT FROM:									
DEPARTMENT OF ENERGY									
				WRPEB Biomass Pwr		EFA	81.55045	13,191	0
				Petroleum Violation Escrow		EFA	81.Court Order 182 Strpr We	649,718	0
				Petroleum Violation Escrow		EFA	81.Court Order 223 Texaco	103,665	0
				Denver/Blidr Sch District		EFA	81.R802901	2,500	0
				Rebld CO Emss Rdctn		EFA	81.R803501	5,000	0
				CO Spgs Coordinator		EFA	81.R803701	1,111	0
				Take Charge		EFA	81.R803801	14,391	0
				Rebuild America		EFA	81.R804001	11,281	0
				Imple St IOF Plan		EFA	81.R804101	51,184	0
				Promote Energy Effcy		EFA	81.R804201	176,559	0
				Rebuild CO		EFA	81.R804301	129,718	0
				Energy & Environ		EFA	81.R804401	6,071	0
				Biomass Power		EFA	81.R804501	7,708	0
				Amer Lung-DnvCoor		EFA	81.R804601	9,462	0
				Wld Lar RMNP=FtC Coor		EFA	81.R804701	9,737	0
				McNeil		EFA	81.R805001	23,442	0
				CHFA E-Star		EFA	81.R805101	29,885	0
				Smart Sch-524mtch		EFA	81.R805201	31,000	0
				NICE 3		EFA	81.R810688-01	171,473	0
				Distr Gen Efforts		EFA	81.R820101	4,932	0
				#2Distr Gen Efforts		EFA	81.R820102	11,095	0
				#3 Dist Gen Efforts		EFA	81.R820103	9,831	0
				E Star Integration		EFA	81.R820104	1,817	0
				Biomass Conf		EFA	81.R820105	4,006	0
				Fortson Comm		EFA	81.R820108	13,000	0
				N Fork Dev Alliance		EFA	81.R820109	5,000	0
				Telluride		EFA	81.R820110	7,597	0
				WPA Anemometer Loan		EFA	81.R820111	9,207	0
				ICLEI-CCP WkShop		EFA	81.R820112	7,500	0
				Conf Planning Supp		EFA	81.R820113	8,885	0
				03 State Energy Plan		EFA	81.R830101	1,191,563	0
SUBTOTAL DIRECT FROM:								2,721,529	0
PASS-THROUGH PROGRAMS FROM:									
				GWPRF					
				Ben Use-CBM Prod Water		GSA	81.731271210	7,805	0
				Los Alamos Lab					
				Field Research in Biochem		GSA	81.39092-001-01	90,086	0
				NREL					
				Photoconversion Process in Organic Semiconductors		GTA	81.XEA-3-33635-01	19,835	0
				University City Science Center					
				INDUSTRIAL ASSESSMENT CENTER -UNIVERSITY		GGB	81.DE-FC01-97EE41319 MOD #	99,934	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								217,660	0
SUBTOTAL DEPARTMENT OF ENERGY								2,939,189	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
OFFICE OF DEFENSE PROGRAMS, DEPARTMENT OF ENERGY									
DIRECT FROM:									
OFFICE OF DEFENSE PROGRAMS, DEPARTMENT OF ENERGY									
National Resource Center for Plutonium						FAA	81.110	2,057,862	69,920
SUBTOTAL DIRECT FROM:								2,057,862	69,920
SUBTOTAL OFFICE OF DEFENSE PROGRAMS, DEPARTMENT OF ENERGY								2,057,862	69,920
OFFICE OF ENERGY EFFICIENCY AND RENEWABLE ENERGY, DEPARTMENT OF ENERGY									
DIRECT FROM:									
OFFICE OF ENERGY EFFICIENCY AND RENEWABLE ENERGY, DEPARTMENT OF ENERGY									
Weatherization Assistance for Low-Income Persons						EFA	81.042 / 81.R802001	3,791,613	0
Conservation Research & Development						GGB	81.086	128,921	0
SUBTOTAL DIRECT FROM:								3,920,534	0
SUBTOTAL OFFICE OF ENERGY EFFICIENCY AND RENEWABLE ENERGY, DEPARTMENT OF ENERGY								3,920,534	0
OFFICE OF ENERGY EFFICIENCY CONSERVATION AND RENEWABLE ENERGY, DEPARTMENT OF ENERGY									
DIRECT FROM:									
OFFICE OF ENERGY EFFICIENCY CONSERVATION AND RENEWABLE ENERGY, DEPARTMENT OF ENERGY									
Renewable Energy Research & Development						GFD	81.087	127,705	0
SUBTOTAL DIRECT FROM:								127,705	0
PASS-THROUGH PROGRAMS FROM:									
BATTELLE MEMORIAL INST PACIFIC NORTHWEST LAB									
Renewable Energy Research & Development						GFB	81.087 / 81.PO# 3790	5,000	0
CONSORTIUM FOR PLANT BIOTECHNOLOGY RESEARCH									
Renewable Energy Research & Development						GFB	81.087 / 81.G012026-151	20,000	0
NATIONAL RENEWABLE ENERGY LABORATORY									
Renewable Energy Research & Development						GFB	81.087 / 81.KXCQ-9-29638-19	36,953	0
Renewable Energy Research & Development						GFB	81.087 / 81.KXDJ-9-29638-25	42,756	0
Renewable Energy Research & Development						GFB	81.087 / 81.KXDK-9-29638-22	25,977	0
Renewable Energy Research & Development						GFB	81.087 / 81.KXEA-3-33606-03	1,526	0
SANDIA NATIONAL LABORATORIES									
Renewable Energy Research & Development						GFB	81.087 / 81.28391	6,914	0
Renewable Energy Research & Development						GFB	81.087 / 81.63447	14,503	0
Renewable Energy Research & Development						GFB	81.087 / 81.63575	18,943	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								172,572	0
SUBTOTAL OFFICE OF ENERGY EFFICIENCY CONSERVATION AND RENEWABLE ENERGY, DEPARTMENT OF ENERGY								300,277	0
OFFICE OF ENERGY RESEARCH, DEPARTMENT OF ENERGY									
DIRECT FROM:									
OFFICE OF ENERGY RESEARCH, DEPARTMENT OF ENERGY									
Office of Science Financial Assistance Program						GFB	81.049	20,110	0
Office of Science Financial Assistance Program						GGB	81.049	5,000	0
SEEDS						GJK	81.DE-FG34-00R01952	46,564	0
SUBTOTAL DIRECT FROM:								71,674	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		NONCASH	STATE <sup>1</sup>		DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY		INDICATOR	AGENCY	CFDA / OTHER ID NUMBER	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME						
PASS-THROUGH PROGRAMS FROM:						
NATIONAL RENEWABLE ENERGY LABORATORY						
	Office of Science Financial Assistance Program	GFB	81.049 / 81.174805		10,000	0
	Office of Science Financial Assistance Program	GFB	81.049 / 81.KAT-9-29638-13		2,423	0
	Office of Science Financial Assistance Program	GFB	81.049 / 81.KCQ-9-29638-11		1,477	0
	Office of Science Financial Assistance Program	GFB	81.049 / 81.KCQ-9-29638-15		12,443	0
	Office of Science Financial Assistance Program	GFB	81.049 / 81.KCQ-9-29638-17		3,277	0
	Office of Science Financial Assistance Program	GFB	81.049 / 81.KDJ-9-29638-03		(2,368)	0
	Office of Science Financial Assistance Program	GFB	81.049 / 81.KDJ-9-29638-05		30,129	0
	Office of Science Financial Assistance Program	GFB	81.049 / 81.KDJ-9-29638-14		4,344	0
	Office of Science Financial Assistance Program	GFB	81.049 / 81.KXCQ-9-29638-18		478	0
	Office of Science Financial Assistance Program	GFB	81.049 / 81.KXDJ-9-29638-23		28,955	0
	Office of Science Financial Assistance Program	GFB	81.049 / 81.KXDJ-9-29638-26		33,905	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:					125,063	0
SUBTOTAL OFFICE OF ENERGY RESEARCH, DEPARTMENT OF ENERGY					196,737	0
OFFICE OF ENVIRONMENTAL MANAGEMENT, DEPARTMENT OF ENERGY						
DIRECT FROM:						
OFFICE OF ENVIRONMENTAL MANAGEMENT, DEPARTMENT OF ENERGY						
	Office of Technology Development and Deployment for Environmental Management	FAA	81.104		52,456	4,662
SUBTOTAL DIRECT FROM:					52,456	4,662
PASS-THROUGH PROGRAMS FROM:						
Western Governors Assn.						
	States and Tribal Concerns, Proposed Solutions	FAA	81.106 / 81.2611		190,672	53,866
SUBTOTAL PASS-THROUGH PROGRAMS FROM:					190,672	53,866
SUBTOTAL OFFICE OF ENVIRONMENTAL MANAGEMENT, DEPARTMENT OF ENERGY					243,128	58,528
SUBTOTAL DEPARTMENT OF ENERGY					9,657,727	128,448
-----						
UNITED STATES INFORMATION AGENCY						
UNITED STATES INFORMATION AGENCY						
DIRECT FROM:						
UNITED STATES INFORMATION AGENCY						
	College and University Affiliations Program	GFD	82.011		26,836	0
SUBTOTAL DIRECT FROM:					26,836	0
SUBTOTAL UNITED STATES INFORMATION AGENCY					26,836	0
SUBTOTAL UNITED STATES INFORMATION AGENCY					26,836	0
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<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
FEDERAL EMERGENCY MANAGEMENT AGENCY					
FEDERAL EMERGENCY MANAGEMENT AGENCY					
DIRECT FROM:					
FEDERAL EMERGENCY MANAGEMENT AGENCY					
Public Assistance - Unmet Needs		NAA	83.EMD-2000-GR-0051	18,188	178,834
Federal Emergency Management Agency		PDA	83.EMD2000GR007	216	17,952
Federal Emergency Management Agency		PDA	83.EMD2001GR017	24,850	0
SUBTOTAL DIRECT FROM:				43,254	196,786
PASS-THROUGH PROGRAMS FROM:					
Pueblo County, Colo.					
Joint Info. Center		GGJ	83.UNKNOWN	1,002	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				1,002	0
SUBTOTAL FEDERAL EMERGENCY MANAGEMENT AGENCY				44,256	196,786
SUBTOTAL FEDERAL EMERGENCY MANAGEMENT AGENCY				44,256	196,786
-----					
DEPARTMENT OF EDUCATION					
ASSISTANT SECRETARY FOR EDUCATION RESEARCH, STATISTICS, AND IMPROVEMENT, DEPARTMENT OF EDUCATION					
DIRECT FROM:					
ASSISTANT SECRETARY FOR EDUCATION RESEARCH, STATISTICS, AND IMPROVEMENT, DEPARTMENT OF EDUCATION					
Twenty-First Century Community Learning Centers		DAA	84.287	89,082	0
SUBTOTAL DIRECT FROM:				89,082	0
SUBTOTAL ASSISTANT SECRETARY FOR EDUCATION RESEARCH, STATISTICS, AND IMPROVEMENT, DEPARTMENT OF EDUCATION				89,082	0
DEPARTMENT OF EDUCATION					
DIRECT FROM:					
DEPARTMENT OF EDUCATION					
Unclassified Grants and Contracts		DAA	84.000 / 84.ED-99-CO-0074	88,844	0
UPWARD BOUND -US DEPARTMENT OF EDUCATION		GGB	84.3642902	71,890	0
Sys Chg Proj to Expand Emp Opp for Individuals with Mental or Physical Disabilities		GFE	84.989	340,353	199,998
FFELP		GGJ	84.UNKNOWN	1,604,266	0
SUBTOTAL DIRECT FROM:				2,105,353	199,998
PASS-THROUGH PROGRAMS FROM:					
National Writing Proj Corp					
National Writing Project Model		GKA	84.928 / 84.Contract #97-C001	94	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				94	0
SUBTOTAL DEPARTMENT OF EDUCATION				2,105,447	199,998

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
OFFICE OF ASSISTANT SECRETARY FOR EDUCATIONAL RESEARCH AND IMPROVEMENT, DEPARTMENT OF EDUCATION									
DIRECT FROM:									
OFFICE OF ASSISTANT SECRETARY FOR EDUCATIONAL RESEARCH AND IMPROVEMENT, DEPARTMENT OF EDUCATION									
Fund for the Improvement of Education									
						DAA	84.215	15,683	204,092
Fund for the Improvement of Education									
						GSA	84.215 / 84.R215K020409	952,294	0
								-----	-----
SUBTOTAL DIRECT FROM:								967,977	204,092
PASS-THROUGH PROGRAMS FROM:									
Council of Chief State School Officers									
Fund for the Improvement of Education									
						DAA	84.215 / 84.R215U010005	56	0
Los Angeles County Office of Education									
Star Schools									
						DAA	84.203 / 84.114248:01:02	219,966	59,910
								-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								220,022	59,910
SUBTOTAL OFFICE OF ASSISTANT SECRETARY FOR EDUCATIONAL RESEARCH AND IMPROVEMENT, DEPARTMENT OF EDUCATION								1,187,999	264,002
OFFICE OF ASSISTANT SECRETARY FOR ELEMENTARY AND SECONDARY EDUCATION, DEPARTMENT OF EDUCATION									
DIRECT FROM:									
OFFICE OF ASSISTANT SECRETARY FOR ELEMENTARY AND SECONDARY EDUCATION, DEPARTMENT OF EDUCATION									
Civil Rights Training and Advisory Services									
						GGB	84.004	515,472	0
Advanced Placement Program									
						DAA	84.330	16,338	976,428
Reading Excellence									
						DAA	84.338	201,199	2,851,527
								-----	-----
SUBTOTAL DIRECT FROM:								733,009	3,827,955
PASS-THROUGH PROGRAMS FROM:									
WICHE									
Advanced Placement Program									
						DAA	84.330 / 84.Contract	137,926	0
								-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								137,926	0
SUBTOTAL OFFICE OF ASSISTANT SECRETARY FOR ELEMENTARY AND SECONDARY EDUCATION, DEPARTMENT OF EDUCATION								870,935	3,827,955
OFFICE OF ASSISTANT SECRETARY FOR POSTSECONDARY EDUCATION, DEPARTMENT OF EDUCATION									
DIRECT FROM:									
OFFICE OF ASSISTANT SECRETARY FOR POSTSECONDARY EDUCATION, DEPARTMENT OF EDUCATION									
Undergraduate International Studies and Foreign Language Programs									
						GGB	84.016	15,339	0
Overseas Doctoral Dissertation									
						GFB	84.022	15,890	0
Higher Education: Institutional Aid									
						GFB	84.031	88,286	0
Higher Education: Institutional Aid									
						GHB	84.031	409,718	0
Higher Education: Institutional Aid									
						GJD	84.031	387,786	0
Higher Education: Institutional Aid									
						GJM	84.031	407,647	0
Higher Education: Institutional Aid									
						GGJ	84.031 / 84.84.031A	292,272	0
Higher Education: Institutional Aid									
						GJK	84.031 / 84.84.031A	433,291	0
Higher Education: Institutional Aid									
						GTA	84.031 / 84.84.031A	297,107	0
Higher Education: Institutional Aid									
						GJH	84.031 / 84.84.031S	405,000	0
Perkins Loan Cancellations									
						GFC	84.037	42,175	0
Perkins Loan Cancellations									
						GGB	84.037	52,803	0
Perkins Loan Cancellations									
						GGJ	84.037	108,972	0
Perkins Loan Cancellations									
						GHC	84.037	10,927	0
Perkins Loan Cancellations									
						GKA	84.037	147,653	0
Perkins Loan Cancellations									
						GLA	84.037	1,772	0
Perkins Loan Cancellations									
						GSA	84.037	27,169	0
Perkins Loan Cancellations									
						GTA	84.037	155,970	0
Perkins Loan Cancellations									
						GFD	84.037 / 84.P038A020750	41,296	0
TRIO: Student Support Services									
						GFB	84.042	571,912	0
TRIO: Student Support Services									
						GFD	84.042	104,176	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY				DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY				EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)					
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)		NONCASH	STATE <sup>1</sup>		
PROGRAM NAME		INDICATOR	AGENCY CFDA / OTHER ID NUMBER		
TRIO: Student Support Services		GGB	84.042	283,023	0
TRIO: Student Support Services		GHB	84.042	222,425	0
TRIO: Student Support Services		GJF	84.042	195,538	0
TRIO: Student Support Services		GJK	84.042	294,818	0
TRIO: Student Support Services		GJM	84.042	359,330	0
TRIO: Student Support Services		GGJ	84.042 / 84.84.042A	276,670	0
TRIO: Student Support Services		GJD	84.042 / 84.84.042A	216,566	0
TRIO: Student Support Services		GJJ	84.042 / 84.84.042A	236,601	0
TRIO: Student Support Services		GJR	84.042 / 84.84.042A	175,546	0
TRIO: Student Support Services		GKA	84.042 / 84.84.042A	297,912	0
TRIO: Student Support Services		GSA	84.042 / 84.84.042A	46,664	0
TRIO: Student Support Services		GTA	84.042 / 84.84.042A	231,900	0
TRIO: Student Support Services		GSA	84.042 / 84.P042A020971	224,512	0
TRIO: Talent Search		GGB	84.044	346,504	0
TRIO: Talent Search		GHB	84.044	274,221	0
TRIO: Talent Search		GJB	84.044	175,686	0
TRIO: Talent Search		GJM	84.044	311,447	0
TRIO: Talent Search		GJD	84.044 / 84.84.044A	274,357	0
TRIO: Talent Search		GSA	84.044 / 84.84.044A	301,861	0
TRIO: Upward Bound		GFJ	84.047	680,112	0
TRIO: Upward Bound		GFD	84.047	269,669	0
TRIO: Upward Bound		GGB	84.047	378,332	0
TRIO: Upward Bound		GHB	84.047	479,324	0
TRIO: Upward Bound		GJK	84.047	274,207	0
TRIO: Upward Bound		GJM	84.047	716,689	0
TRIO: Upward Bound		GGJ	84.047 / 84.84.047A	413,581	0
TRIO: Upward Bound		GSA	84.047 / 84.84.047A	289,385	0
TRIO: Upward Bound		GTA	84.047 / 84.84.047A	574,685	0
TRIO: Upward Bound		GKA	84.047 / 84.84.047M	241,188	0
TRIO: Educational Opportunity Centers		GGB	84.066	497,718	0
TRIO: Educational Opportunity Centers		GGJ	84.066 / 84.84.066A	415,828	0
TRIO: Educational Opportunity Centers		GJD	84.066 / 84.84.066A	615,097	0
Leveraging Educational Assistance Partnership		GAA	84.069	925,253	0
Leveraging Educational Assistance Partnership		GHC	84.069	13,100	0
Leveraging Educational Assistance Partnership		GLA	84.069	12,088	0
Fund for the Improvement of Postsecondary Education		GFJ	84.116	289,054	(8,811)
Fund for the Improvement of Postsecondary Education		GFE	84.116	92,035	23,373
Fund for the Improvement of Postsecondary Education		GGB	84.116	42,845	0
Fund for the Improvement of Postsecondary Education		GJE	84.116 / 84.84.116J	36,387	0
College Housing and Academic Facilities Loans		GGB	84.142	97,384	0
College Housing and Academic Facilities Loans		GKA	84.142	50,536	0
Business and International Education Projects		GJA	84.153 / 84.84.153A	34,977	0
Business and International Education Projects		GJJ	84.153 / 84.84.153A	43,082	0
Byrd Honors Scholarships		DAA	84.185	0	572,250
Graduate Assistance in Areas of National Need		GFJ	84.200	368,553	0
TRIO: McNair Post-Baccalaureate Achievement		GFJ	84.217	210,350	0
TRIO: McNair Post-Baccalaureate Achievement		GFD	84.217	83,402	0
TRIO: McNair Post-Baccalaureate Achievement		GGB	84.217	250,067	0
TRIO: McNair Post-Baccalaureate Achievement		GKA	84.217 / 84.84.217A	265,044	0
Centers for International Business Education		GFD	84.220	352,137	0
Demonstration Projects to Ensure Students With Disabilities Receive a Higher Education		GKA	84.333 / 84.84.333A	81,926	13,035
Gaining Early Awareness and Readiness for Undergraduate Programs		GGJ	84.334 / 84.84.334A	738,244	0
Gaining Early Awareness and Readiness for Undergraduate Programs		GKA	84.334 / 84.84.334A	361,089	0
Gaining Early Awareness and Readiness for Undergraduate Programs		EAA	84.334 / 84.P334A9900527-00	2,727,959	0
Child Care Access Means Parents in School		GFJ	84.335	87,289	0
Child Care Access Means Parents in School		GGB	84.335	71,730	0
Child Care Access Means Parents in School		GJB	84.335	11,938	0
Child Care Access Means Parents in School		GJH	84.335 / 84.84.335A	22,879	0
Child Care Access Means Parents in School		GJJ	84.335 / 84.84.335A	34,950	0
Child Care Access Means Parents in School		GJK	84.335 / 84.84.335A	7,128	0
Child Care Access Means Parents in School		GJL	84.335 / 84.84.335A	15,565	0
Child Care Access Means Parents in School		GMA	84.335 / 84.84.335A	120,399	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.



STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY				DIRECT	PASSED TO	
MAJOR SUBDIVISION OF FEDERAL AGENCY				EXPENDITURES	SUBRECIPIENTS	
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)		NONCASH	STATE <sup>1</sup>			
PROGRAM NAME		INDICATOR	AGENCY	CFDA / OTHER ID NUMBER		
Child Care Access Means Parents in School			GSA	84.335 / 84.P335A010015	30,458	0
Teacher Quality Enhancement Grants			DAA	84.336	214,830	93,032
Teacher Quality Enhancement Grants			GGJ	84.336 / 84.84.336B	994,435	0
Learning Anytime Anywhere Partnerships			GFD	84.339	24,660	58,126
Learning Anytime Anywhere Partnerships			GGB	84.339	55,867	2,456
Preparing Tomorrow's Teachers to Use Technology			GFD	84.342	390,712	0
Preparing Tomorrow's Teachers to Use Technology			GGB	84.342	110,164	87,043
Preparing Tomorrow's Teachers to Use Technology			GGJ	84.342 / 84.84.342A	234,852	0
Preparing Tomorrow's Teachers to Use Technology			GJA	84.342 / 84.84.342A	1,147,624	0
Preparing Tomorrow's Teachers to Use Technology			GJP	84.342 / 84.84.342A	433,066	0
Preparing Tomorrow's Teachers to Use Technology			GKA	84.342 / 84.84.342A	335,881	24,792
Preparing Tomorrow's Teachers to Use Technology			GTA	84.342 / 84.84.342A	285,920	0
SUBTOTAL DIRECT FROM:					26,314,416	865,296
PASS-THROUGH PROGRAMS FROM:						
COLORADO PARTNERSHIP FOR EDUCATIONAL RENEWAL						
Teacher Quality Enhancement Grants			GJG	84.336	1,200	0
NATIONAL ACADEMY OF EDUCATION						
Faculty Development Fellowship			GFB	84.271 / 84.NAE-OCG4252B	719	0
SCOTTSDALE COMMUNITY COLLEGE						
Fund for the Improvement of Postsecondary Education			GHE	84.116 / 84.84.116N	13,679	0
UNIVERSITY OF CALIFORNIA AT IRVINE						
Fund for the Improvement of Postsecondary Education			GFB	84.116 / 84.C01P116B011323D	16,011	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:					31,609	0
SUBTOTAL OFFICE OF ASSISTANT SECRETARY FOR POSTSECONDARY EDUCATION, DEPARTMENT OF EDUCATION					26,346,025	865,296
OFFICE OF ASSISTANT SECRETARY FOR SPECIAL EDUCATION AND REHABILITATIVE SERVICES, DEPARTMENT OF EDUCATION						
DIRECT FROM:						
OFFICE OF ASSISTANT SECRETARY FOR SPECIAL EDUCATION AND REHABILITATIVE SERVICES, DEPARTMENT OF EDUCATION						
Rehabilitation Services: Vocational Rehabilitation Grants to States			IHA	84.126	26,095,815	805,384
Rehabilitation Services: Service Projects			GGB	84.128	65,878	60,925
Rehabilitation Services: Service Projects			IHA	84.128	87,162	0
Rehabilitation Services: Service Projects			GTA	84.128 / 84.84.128J	8,950	0
Rehabilitation Long-Term Training			GKA	84.129 / 84.84.129B	174,543	0
Rehabilitation Long-Term Training			GKA	84.129 / 84.84.129F	99,489	0
Independent Living: State Grants			IHA	84.169	21,069	261,403
Supported Employment Services for Individuals with Severe Disabilities			IHA	84.187	416,962	0
Assistive Technology			GFE	84.224	253,221	44,550
Rehabilitation Training: Continuing Education			GKA	84.264 / 84.84.264A	247,791	6,964
Rehabilitation Training: State Vocational Rehabilitation Unit In-Service Training			IHA	84.265	21,368	0
SUBTOTAL DIRECT FROM:					27,492,248	1,179,226
PASS-THROUGH PROGRAMS FROM:						
SYRACUSE UNIVERSITY						
National Institute on Disability and Rehabilitation Research			GFE	84.133 / 84.S.U.#357-2328	22,693	0
THE UNIVERSITY OF KANSAS CENTER FOR RSCH, INC KUCCR						
National Institute on Disability and Rehabilitation Research			GFA	84.133	6,130	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:					28,823	0
SUBTOTAL OFFICE OF ASSISTANT SECRETARY FOR SPECIAL EDUCATION AND REHABILITATIVE SERVICES, DEPARTMENT OF EDUCATION					27,521,071	1,179,226

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY					
MAJOR SUBDIVISION OF FEDERAL AGENCY					
SOURCE TYPE (DIRECT OR PASS-THROUGH)					
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)					
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
OFFICE OF ASSISTANT SECRETARY FOR VOCATIONAL AND ADULT EDUCATION, DEPARTMENT OF EDUCATION					
DIRECT FROM:					
OFFICE OF ASSISTANT SECRETARY FOR VOCATIONAL AND ADULT EDUCATION, DEPARTMENT OF EDUCATION					
Vocational Education: Basic Grants to States		GJA	84.048	16,294,199	0
SUBTOTAL DIRECT FROM:				16,294,199	0
SUBTOTAL OFFICE OF ASSISTANT SECRETARY FOR VOCATIONAL AND ADULT EDUCATION, DEPARTMENT OF EDUCATION				16,294,199	0
OFFICE OF BILINGUAL EDUCATION AND MINORITY LANGUAGES AFFAIRS, DEPARTMENT OF EDUCATION					
DIRECT FROM:					
OFFICE OF BILINGUAL EDUCATION AND MINORITY LANGUAGES AFFAIRS, DEPARTMENT OF EDUCATION					
Bilingual Education		GJC	84.003	80,118	0
Immigrant Education		DAA	84.162	10,103	600,822
Bilingual Education Support Services		DAA	84.194	60,062	0
Bilingual Education: Professional Development		GFB	84.195	926,971	54,590
Bilingual Education: Professional Development		GFC	84.195	86,659	0
Bilingual Education: Professional Development		GFD	84.195	1,241,626	31,365
Bilingual Education: Professional Development		GHB	84.195	399,589	0
Bilingual Education: Professional Development		GJE	84.195	170,409	0
Bilingual Education: Professional Development		GKA	84.195 / 84.84.195A	136,078	0
Bilingual Education: Professional Development		GSA	84.195 / 84.84.195E	118,057	0
Bilingual Education: Professional Development		GKA	84.195 / 84.84.195N	69,399	0
SUBTOTAL DIRECT FROM:				3,299,071	686,777
PASS-THROUGH PROGRAMS FROM:					
DENVER PUBLIC SCHOOLS					
Bilingual Education Support Services		GFB	84.194 / 84.T29R000009	190,509	0
VANDERBILT UNIVERSITY					
Bilingual Education		GFB	84.003 / 84.14299-S4	35,712	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				226,221	0
SUBTOTAL OFFICE OF BILINGUAL EDUCATION AND MINORITY LANGUAGES AFFAIRS, DEPARTMENT OF EDUCATION				3,525,292	686,777
OFFICE OF ELEMENTARY AND SECONDARY EDUCATION, DEPARTMENT OF EDUCATION					
DIRECT FROM:					
OFFICE OF ELEMENTARY AND SECONDARY EDUCATION, DEPARTMENT OF EDUCATION					
Title I Grants to Local Educational Agencies		DAA	84.010	943,746	87,912,710
Migrant Education: State Grant Program		DAA	84.011	722,021	5,950,605
Title I Program for Neglected and Delinquent Children		DAA	84.013	0	400,956
Migrant Education: High School Equivalency Program		GFB	84.141	1,060,669	87,665
Migrant Education: High School Equivalency Program		GJD	84.141 / 84.84.141A	25,841	0
Migrant Education: College Assistance Migrant Program		GTA	84.149 / 84.84.149A	342,089	0
Safe and Drug-Free Schools and Communities: National Programs		DAA	84.184	0	263,488
Safe and Drug-Free Schools: State Grants		DAA	84.186	253,725	3,396,134
Safe and Drug-Free Schools: State Grants		EAA	84.186 / 84.S186B000062	53,420	0
Safe and Drug-Free Schools: State Grants		EAA	84.186 / 84.S186B010062A	70,110	0
Safe and Drug-Free Schools: State Grants		EAA	84.186 / 84.S186B020006A	923,246	0
Education for Homeless Children and Youth		DAA	84.196	109,920	269,933
Even Start: State Educational Agencies		DAA	84.213	130,486	1,930,273
Even Start: Migrant Education		DAA	84.214	84,787	114,663
Goals 2000: State and Local Education Systemic Improvement Grants		DAA	84.276	116,350	589,677
Eisenhower Professional Development State Grants		DAA	84.281	764,814	1,981,339
Eisenhower Professional Development State Grants		GAA	84.281	480,009	0
Charter Schools		DAA	84.282	266,172	5,108,848
Charter Schools		GGJ	84.282	182,896	0
Innovative Education Program Strategies		DAA	84.298	825,110	4,619,641

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY					
MAJOR SUBDIVISION OF FEDERAL AGENCY					
SOURCE TYPE (DIRECT OR PASS-THROUGH)					
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)					
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
Even Start: Statewide Family Literacy Program		DAA	84.314	70,458	40,000
Education Technology State Grants		DAA	84.318	227,455	2,836,720
Comprehensive School Reform Demonstration		DAA	84.332	184,720	2,190,541
Class Size Reduction		DAA	84.340	0	5,766,816
Title I Accountability Grants		DAA	84.348	0	1,655,625
Transition to Teaching		GGJ	84.350 / 84.84.350A	36,683	0
Transition to Teaching		GHE	84.350 / 84.84.350B	227,133	0
School Renovation Grants		DAA	84.352	55,904	3,009,858
Reading First State Grants		DAA	84.357	760,385	80,633
Rural Education		DAA	84.358	27,542	456,347
English Language Acquisition Grants		DAA	84.365	243,914	2,854,361
Improving Teacher Quality State Grants		DAA	84.367	119,291	18,817,096
Improving Teacher Quality State Grants		GAA	84.367	206,837	0
Grants for Enhanced Assessment Instruments		DAA	84.368	46,544	0
Grants for State Assessments and Related Activities		DAA	84.369	517,764	13,662
SUBTOTAL DIRECT FROM:				10,080,041	150,347,591
PASS-THROUGH PROGRAMS FROM:					
Adams County					
Transition to Teaching		GTA	84.350 / 84.84.350A	(803)	0
Arkansas Dept of Education		DAA	84.011 / 84.Consortium	0	36,000
Migrant Education: State Grant Program					
CLAYTON FOUNDATION		GFD	84.310	310,521	0
Parental Assistance Centers					
DENVER PUBLIC SCHOOLS		GFD	84.184 / 84.S184L990369	24,220	0
Safe and Drug-Free Schools and Communities: National Programs					
Education Develop Ctr		GKA	84.184 / 84.Mini Grant-Drug&Alcoh	6,007	0
Safe and Drug-Free Schools and Communities: National Programs					
Englewood CO Public Schools		DAA	84.276 / 84.Tech Links	1,679	0
Goals 2000: State and Local Education Systemic Improvement Grants					
Iowa Dept of Education		DAA	84.011 / 84.Consortium	0	7,500
Migrant Education: State Grant Program					
Maine Dept of Education		DAA	84.011 / 84.Consortium	0	32,000
Migrant Education: State Grant Program					
Nevada Dept of Education		DAA	84.011 / 84.Consortium	0	32,000
Migrant Education: State Grant Program					
North Dakota Dept of Education		DAA	84.011 / 84.Consortium	0	17,000
Migrant Education: State Grant Program					
Oklahoma Dept of Education		DAA	84.011 / 84.Consortium	0	32,000
Migrant Education: State Grant Program					
Utah Dept of Education		DAA	84.011 / 84.Consortium	0	34,000
Migrant Education: State Grant Program					
Vermont Dept of Education		DAA	84.011 / 84.Consortium	0	15,000
Migrant Education: State Grant Program					
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				341,624	205,500
SUBTOTAL OFFICE OF ELEMENTARY AND SECONDARY EDUCATION, DEPARTMENT OF EDUCATION				10,421,665	150,553,091
OFFICE OF SPECIAL EDUCATION AND REHABILITATIVE SERVICES, DEPARTMENT OF EDUCATION					
DIRECT FROM:					
OFFICE OF SPECIAL EDUCATION AND REHABILITATIVE SERVICES, DEPARTMENT OF EDUCATION					
Early Education for Children with Disabilities		GFE	84.024	58	0
Special Education: Grants to States		DAA	84.027	6,136,095	73,822,351
Special Education: Personnel Development and Parent Training		GFB	84.029	253,894	38,246
Special Education: Personnel Development and Parent Training		GFD	84.029	15,034	0
Special Education: Personnel Development and Parent Training		GKA	84.029 / 84.84.029A	14,366	0
Special Education: Program for Severely Disabled Children		GFD	84.086	(269)	0
Training Interpreters for Individuals who are Deaf and Individuals who are Deaf-Blind		GFB	84.160	395,438	0
Training Interpreters for Individuals who are Deaf and Individuals who are Deaf-Blind		GJE	84.160	625,652	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY				NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
MAJOR SUBDIVISION OF FEDERAL AGENCY								
SOURCE TYPE (DIRECT OR PASS-THROUGH)								
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)								
PROGRAM NAME								
Special Education: Preschool Grants					DAA	84.173	412,341	4,302,653
Rehabilitation Services: Independent Living Services for Older Individuals Who are Blind					IHA	84.177	3,567	242,984
Special Education: Grants for Infants and Families with Disabilities					DAA	84.181	979,573	4,968,446
Special Education: Research and Innovation to Improve Services and Results for Children with Disabilities					GFB	84.324	112,528	0
Special Education: Research and Innovation to Improve Services and Results for Children with Disabilities					GFD	84.324	47,633	24,163
Special Education: Research and Innovation to Improve Services and Results for Children with Disabilities					GFE	84.324	255,479	69,686
Special Education: Research and Innovation to Improve Services and Results for Children with Disabilities					GGB	84.324	364,709	0
Special Education: Personnel Preparation to Improve Services and Results for Children with Disabilities					GFB	84.325	302,713	37,555
Special Education: Personnel Preparation to Improve Services and Results for Children with Disabilities					GFC	84.325	11,929	0
Special Education: Personnel Preparation to Improve Services and Results for Children with Disabilities					GFD	84.325	41,606	2,413
Special Education: Personnel Preparation to Improve Services and Results for Children with Disabilities					GFE	84.325	(120)	0
Special Education: Personnel Preparation to Improve Services and Results for Children with Disabilities					GHB	84.325	135,200	0
Special Education: Personnel Preparation to Improve Services and Results for Children with Disabilities					GJE	84.325	347,493	0
Special Education: Personnel Preparation to Improve Services and Results for Children with Disabilities					GKA	84.325 / 84.84.325D	120,700	0
Special Education: Personnel Preparation to Improve Services and Results for Children with Disabilities					GKA	84.325 / 84.84.325H	148,671	6,961
Special Education: Personnel Preparation to Improve Services and Results for Children with Disabilities					DAA	84.326	305,281	42,714
Special Education: Personnel Preparation to Improve Services and Results for Children with Disabilities					GFD	84.326	456,031	235,612
SUBTOTAL DIRECT FROM:							11,485,602	83,793,784
PASS-THROUGH PROGRAMS FROM:								
Calif State Univ-Los Angeles								
Special Education: Personnel Preparation to Improve Services and Results for Children with Disabilities					GKA	84.325 / 84.H325A010073	117,444	0
Institute for Rehab & Research					GKA	84.UNKNOWN	47,706	0
Indepndnt Living Res Utilization Prog								
UNIVERSITY OF FLORIDA								
Special Education: Personnel Preparation to Improve Services and Results for Children with Disabilities					GFB	84.325 / 84.UF02097	13,547	0
UNIVERSITY OF MIAMI								
Special Education: Innovation and Development					GFB	84.023 / 84.PO#P702878-CO.01	1,800	0
UNIVERSITY OF MONTANA								
Special Education: Research and Innovation to Improve Services and Results for Children with Disabilities					GFE	84.324 / 84.5901-01	1,866	0
University of Arizona								
Special Education: Research and Innovation to Improve Services and Results for Children with Disabilities					GKA	84.324 / 84.H324C010142	30,517	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:							212,880	0
SUBTOTAL OFFICE OF SPECIAL EDUCATION AND REHABILITATIVE SERVICES, DEPARTMENT OF EDUCATION							11,698,482	83,793,784
OFFICE OF THE DIRECTOR FOR BILINGUAL EDUCATION AND MINORITY LANGUAGES AFFAIRS, DEPARTMENT OF EDUCATION								
DIRECT FROM:								
OFFICE OF THE DIRECTOR FOR BILINGUAL EDUCATION AND MINORITY LANGUAGES AFFAIRS, DEPARTMENT OF EDUCATION								
Bilingual Education: Program Enhancement Grants					GFB	84.289	1	0
Foreign Language Assistance					DAA	84.293	95,752	0
SUBTOTAL DIRECT FROM:							95,753	0
SUBTOTAL OFFICE OF THE DIRECTOR FOR BILINGUAL EDUCATION AND MINORITY LANGUAGES AFFAIRS, DEPARTMENT OF EDUCATION							95,753	0
OFFICE OF THE SECRETARY								
DIRECT FROM:								
OFFICE OF THE SECRETARY								
Library Research and Demonstrations					GGJ	84.039	65,785	0
SUBTOTAL DIRECT FROM:							65,785	0
SUBTOTAL OFFICE OF THE SECRETARY							65,785	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
OFFICE OF VOCATIONAL AND ADULT EDUCATION, DEPARTMENT OF EDUCATION									
DIRECT FROM:									
OFFICE OF VOCATIONAL AND ADULT EDUCATION, DEPARTMENT OF EDUCATION									
Adult Education: State Grant Program						DAA	84.002	661,387	4,009,109
Vocational Education: National Centers for Career and Technical Education						GFD	84.051	(69,713)	131,462
Grants to States for Incarcerated Youth Offenders						CAA	84.331	563,857	0
SUBTOTAL DIRECT FROM:								1,155,531	4,140,571
PASS-THROUGH PROGRAMS FROM:									
Literacy Coalition									
Adult Education: State Grant Program						JAA	84.002 / 84.84.002A	74,322	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								74,322	0
SUBTOTAL OFFICE OF VOCATIONAL AND ADULT EDUCATION, DEPARTMENT OF EDUCATION								1,229,853	4,140,571
SUBTOTAL DEPARTMENT OF EDUCATION								101,451,588	245,510,700
-----									
NATIONAL ARCHIVES AND RECORDS ADMINISTRATION									
NATIONAL ARCHIVES AND RECORDS ADMINISTRATION									
DIRECT FROM:									
NATIONAL ARCHIVES AND RECORDS ADMINISTRATION									
National Historical Publications and Records Grants						AMA	89.003	1,408	0
SUBTOTAL DIRECT FROM:								1,408	0
SUBTOTAL NATIONAL ARCHIVES AND RECORDS ADMINISTRATION								1,408	0
SUBTOTAL NATIONAL ARCHIVES AND RECORDS ADMINISTRATION								1,408	0
-----									
DEPARTMENT OF HEALTH AND HUMAN SERVICES									
ADMINISTRATION FOR CHILDREN AND FAMILIES, ADMINISTRATION ON CHILDREN, YOUTH AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES									
DIRECT FROM:									
ADMINISTRATION FOR CHILDREN AND FAMILIES, ADMINISTRATION ON CHILDREN, YOUTH AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES									
Promoting Safe and Stable Families						IHA	93.556	475,535	2,638,382
State Court Improvement Program						JAA	93.586 / 93.75-1-1512	72,966	0
SUBTOTAL DIRECT FROM:								548,501	2,638,382
SUBTOTAL ADMINISTRATION FOR CHILDREN AND FAMILIES, ADMINISTRATION ON CHILDREN, YOUTH AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES								548,501	2,638,382
ADMINISTRATION FOR CHILDREN AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES									
DIRECT FROM:									
ADMINISTRATION FOR CHILDREN AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES									
Temporary Assistance for Needy Families (A) -						IHA	93.558	13,022,931	104,583,572
Low-Income Home Energy Assistance (LIHEAP)						IHA	93.568	863,446	29,213,933
Child Care and Development Block Grant (CCDBG)						IHA	93.575	26,490,969	22,098,964
Community-Based Family Resource and Support Grants						FAA	93.590	48,580	53,410
Child Care Mandatory and Matching Funds of the Child Care and Development Fund (A) -						IHA	93.596	1,389,980	28,708,537
Grants to States for Access and Visitation Programs (B) -						JAA	93.597 / 93.75-X-1501	121,430	0
Head Start						GJH	93.600	5,539,827	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY				NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
MAJOR SUBDIVISION OF FEDERAL AGENCY								
SOURCE TYPE (DIRECT OR PASS-THROUGH)								
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)								
PROGRAM NAME								
Head Start					EAA	93.600 / 93.08CD0004104	103,813	0
Head Start					EAA	93.600 / 93.08CD001201	60,879	0
Child Support Enforcement Demonstrations and Special Projects					IHA	93.601	6,901	0
Adoption Incentive Payments					IHA	93.603	248,124	124,417
Runaway and Homeless Youth					IHA	93.623	200,577	0
Developmental Disabilities Basic Support and Advocacy Grants					IHA	93.630	562,488	219,446
Developmental Disabilities Projects of National Significance					GFE	93.631	94,922	0
University Centers for Excellence in Developmental Disabilities Education, Research, and Service					GFE	93.632	382,034	0
Children's Justice Grants to States					IHA	93.643	233,625	128,047
Child Welfare Services: State Grants					IHA	93.645	0	3,871,201
Adoption Opportunities					IHA	93.652	207,485	32,762
Foster Care: Title IV-E					IHA	93.658	8,541,407	56,564,392
Adoption Assistance					IHA	93.659	2,022,851	16,183,892
Social Services Block Grant					IHA	93.667	141,628	44,211,771
Child Abuse and Neglect State Grants					IHA	93.669	382,671	5,000
Family Violence Prevention and Services/Grants for Battered Women's Shelters: Grants to States and Indian					IHA	93.671	1,281,870	0
Chafee Foster Care Independent Living					IHA	93.674	365,634	1,362,837
SUBTOTAL DIRECT FROM:							62,314,072	307,362,181
PASS-THROUGH PROGRAMS FROM:								
CORRA								
Child Care and Development Block Grant (CCDBG)					GJL	93.575 / 93.33393	0	221,933
Child Care Mandatory and Matching Funds of the Child Care and Development Fund (A) -					GJL	93.596	0	24,659
MOWD								
Temporary Assistance for Needy Families (A) -					GJD	93.558 / 93.10449	22	0
Temporary Assistance for Needy Families (A) -					GJD	93.558 / 93.21042	336,108	0
Temporary Assistance for Needy Families (A) -					GJD	93.558 / 93.GE21271	264,364	0
Temporary Assistance for Needy Families (A) -					GJD	93.558 / 93.GE31029	300,564	0
Child Care and Development Block Grant (CCDBG)					GJD	93.575 / 93.GE20074	14,246	0
Child Care and Development Block Grant (CCDBG)					GJD	93.575 / 93.GE20380	49,139	0
PENNSYLVANIA COMMISSION ON CRIME & DELINQUENCY								
Temporary Assistance for Needy Families (A) -					GFE	93.558 / 93.2001-TF-01-11635	11,720	263,108
Temporary Assistance for Needy Families (A) -					GFE	93.558 / 93.TF-01-12771	65,605	164,695
SOUTH DAKOTA DEPARTMENT OF HEALTH								
Temporary Assistance for Needy Families (A) -					GFE	93.558 / 93.03SC090799	19,361	0
STATE OF WYOMING								
Child Abuse and Neglect State Grants					GFE	93.669 / 93.KC109900	31,502	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:							1,092,631	674,395
SUBTOTAL ADMINISTRATION FOR CHILDREN AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES							63,406,703	308,036,576
ADMINISTRATION ON AGING, OFFICE OF THE SECRETARY, DEPARTMENT OF HEALTH AND HUMAN SERVICES								
DIRECT FROM:								
ADMINISTRATION ON AGING, OFFICE OF THE SECRETARY, DEPARTMENT OF HEALTH AND HUMAN SERVICES								
Special Programs for the Aging: Title VII, Chapter 3: Programs for Prevention of Elder Abuse, Neglect, and					IHA	93.041	23,518	33,709
Special Programs for the Aging: Title VII, Chapter 2: Long Term Care Ombudsman Services for Older Individua					IHA	93.042	32,016	50,392
Special Programs for the Aging: Title III, Part D: Disease Prevention and Health Promotion Services					IHA	93.043	(27,463)	274,376
Special Programs for the Aging: Title III, Part B: Grants for Supportive Services and Senior Centers					IHA	93.044	527,425	4,891,474
Special Programs for the Aging: Title III, Part C: Nutrition Services					IHA	93.045	(606,411)	5,094,535
Special Programs for the Aging: Title IV: and Title II: Discretionary Projects					GFE	93.048	361,844	0
Special Programs for the Aging: Title IV: and Title II: Discretionary Projects					IHA	93.048	0	38,069
Alzheimer's Disease Demonstration Grants to States					GGB	93.051	78,677	19,316
National Family Caregiver Support					IHA	93.052	67,666	1,412,990
Nutrition Services Incentive Program					IHA	93.053	0	424,898
Adm on Aging					SFA	93.UNKNOWN	185,057	0
SUBTOTAL DIRECT FROM:							642,329	12,239,759
SUBTOTAL ADMINISTRATION ON AGING, OFFICE OF THE SECRETARY, DEPARTMENT OF HEALTH AND HUMAN SERVICES							642,329	12,239,759

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY					
MAJOR SUBDIVISION OF FEDERAL AGENCY					
SOURCE TYPE (DIRECT OR PASS-THROUGH)					
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)					
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
AGENCY FOR HEALTH CARE POLICY AND RESEARCH, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
AGENCY FOR HEALTH CARE POLICY AND RESEARCH, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Research on Healthcare Costs, Quality and Outcomes		GFE	93.226	20,422	0
				-----	-----
SUBTOTAL DIRECT FROM:				20,422	0
				-----	-----
SUBTOTAL AGENCY FOR HEALTH CARE POLICY AND RESEARCH, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
				20,422	0
AGENCY FOR TOXIC SUBSTANCES AND DISEASE REGISTRY, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
AGENCY FOR TOXIC SUBSTANCES AND DISEASE REGISTRY, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Human Health Studies: Applied Research and Development		FAA	93.206	67,560	270,624
				-----	-----
SUBTOTAL DIRECT FROM:				67,560	270,624
				-----	-----
SUBTOTAL AGENCY FOR TOXIC SUBSTANCES AND DISEASE REGISTRY, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
				67,560	270,624
BUREAU OF HEALTH PROFESSIONS, HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
BUREAU OF HEALTH PROFESSIONS, HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
National Research Services Awards		GFE	93.186	269,910	0
				-----	-----
SUBTOTAL DIRECT FROM:				269,910	0
				-----	-----
SUBTOTAL BUREAU OF HEALTH PROFESSIONS, HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
				269,910	0
CENTER FOR SUBSTANCE ABUSE TREATMENT (CSAT), DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
CENTER FOR SUBSTANCE ABUSE TREATMENT (CSAT), DEPARTMENT OF HEALTH AND HUMAN SERVICES					
State Treatment Needs Assessment Studies: Alcohol & Other Drugs		IHM	93.UNKNOWN	48,002	(28,633)
				-----	-----
SUBTOTAL DIRECT FROM:				48,002	(28,633)
				-----	-----
SUBTOTAL CENTER FOR SUBSTANCE ABUSE TREATMENT (CSAT), DEPARTMENT OF HEALTH AND HUMAN SERVICES					
				48,002	(28,633)
CENTERS FOR DISEASE CONTROL AND PREVENTION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
CENTERS FOR DISEASE CONTROL AND PREVENTION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
National Death Index		FAA	93.0009630213	29,885	0
Project Grants and Cooperative Agreements for Tuberculosis Control Programs		FAA	93.116	417,056	464,806
Acquired Immunodeficiency Syndrome (AIDS) Activity		FAA	93.118	3,307,287	2,616,487
Injury Prevention and Control Research and State and Community Based Programs		FAA	93.136	1,090,294	85,113
Health Program for Toxic Substances and Disease Registry		FAA	93.161	271,957	0
Disabilities Prevention		FAA	93.184	69,688	38,738
Childhood Lead Poisoning Prevention Projects: State and Local Childhood Lead Poisoning Prevention and Surve		FAA	93.197	225,241	1,000
Occupational Safety and Health: Training Grants		GFE	93.263	65,950	0
Immunization Grants		FAA	93.268	2,041,013	2,007,653
Immunization Grants	*	FAA	93.268	0	12,769,422
Centers for Disease Control and Prevention: Investigations and Technical Assistance		FAA	93.283	9,234,300	5,929,534
Centers for Disease Control and Prevention: Investigations and Technical Assistance		GFD	93.283	5,000	0
Centers for Disease Control and Prevention: Investigations and Technical Assistance		GFE	93.283	558,783	160,953
Addressing Asthma from a Public Health Perspective		FAA	93.293	212,127	40,000
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs		FAA	93.919	1,321,021	4,349,745
Cooperative Agreements to Support Comprehensive School Health Programs to Prevent the Spread of HIV and Oth		DAA	93.938	234,887	50,156
Epidemiologic Research Studies of Acquired Immunodeficiency Syndrome (AIDS) and Human Immunodeficiency Viru		FAA	93.943	2,744	274,394

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY				NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
MAJOR SUBDIVISION OF FEDERAL AGENCY								
SOURCE TYPE (DIRECT OR PASS-THROUGH)								
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)								
PROGRAM NAME								
Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance					FAA	93.944	191.615	0
Preventive Health Services: Sexually Transmitted Diseases Control Grants					FAA	93.977	1,014,819	526,841
Preventive Health Services: Sexually Transmitted Diseases Research, Demonstrations, and Public					FAA	93.978	429,726	955,979
Cooperative Agreements for State-Based Diabetes Control Programs and Evaluation of Surveillance Systems					FAA	93.988	361,344	43,466
Preventive Health and Health Services Block Grant					FAA	93.991	1,666,234	0
Water Fluoridation Assistance Program					FAA	93.CCH817460-01	405	40,495
State Cardiovascular Health Program					FAA	93.U50/CCU819129-01	292,273	40,121
Cooperative Agreement - Arthritis					FAA	93.U58/CCU817148-01	117,122	0
SUBTOTAL DIRECT FROM:							23,160,771	30,394,903
PASS-THROUGH PROGRAMS FROM:								
ASSOC OF TEACHERS OF PREVENTATIVE MEDICINE								
Centers for Disease Control and Prevention: Investigations and Technical Assistance					GFE	93.283 / 93.U50/CCU300860-17-13	33,278	0
Assoc Public Hlth Laboratories					FAA	93.283 / 93. 01-00225	19,999	0
Centers for Disease Control and Prevention: Investigations and Technical Assistance					FAA	93.283 / 93. U50/CCU313903	681	68,070
Assoc State/Terr Health Officials					FAA	93.283 / 93. R04/CCR81432-01	37,191	0
Centers for Disease Control and Prevention: Investigations and Technical Assistance					FAA	93.184 / 93. R04/CCR81432-01	37,191	0
Craig Hospital					FAA	93.184 / 93. R04/CCR81432-01	37,191	0
Disabilities Prevention					FAA	93.184 / 93. R04/CCR81432-01	37,191	0
DENVER HEALTH AND HOSPITAL								
Centers for Disease Control and Prevention: Investigations and Technical Assistance					GFE	93.283 / 93.E0596E2	33,552	0
State of New Mexico					FAA	93.283 / 93.R08/CCR620358-01	80,018	0
Centers for Disease Control and Prevention: Investigations and Technical Assistance					FAA	93.283 / 93. U60/CCU07277	69,072	0
State/Terr Epidemiologists					FAA	93.283 / 93. U60/CCU07277	69,072	0
Centers for Disease Control and Prevention: Investigations and Technical Assistance					FAA	93.283 / 93.Cooperative Agreement	2,050	550
Centers for Disease Control and Prevention: Investigations and Technical Assistance					FAA	93.283 / 93.Cooperative Agreement	2,050	550
SUBTOTAL PASS-THROUGH PROGRAMS FROM:							275,841	68,620
SUBTOTAL CENTERS FOR DISEASE CONTROL AND PREVENTION, DEPARTMENT OF HEALTH AND HUMAN SERVICES							23,436,612	30,463,523
DEPARTMENT OF HEALTH AND HUMAN SERVICES								
DIRECT FROM:								
DEPARTMENT OF HEALTH AND HUMAN SERVICES								
Unclassified Grants and Contracts					EAA	93.000 / 93.IP090A000-01	444,938	0
CHILD WELFARE TRAINING: CSU ROCKY MOUNT					GGB	93.90CT0094/02	15,002	0
SUBTOTAL DIRECT FROM:							459,940	0
SUBTOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES							459,940	0
FOOD AND DRUG ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES								
DIRECT FROM:								
FOOD AND DRUG ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES								
Food and Drug Administration: Research					FAA	93.103	249,503	0
Food and Drug Administration: Research					BAA	93.103 / 93.223-01-4033	8,921	0
Food and Drug Administration: Research					BAA	93.103 / 93.223-89-4033	2,998	0
SUBTOTAL DIRECT FROM:							261,422	0
SUBTOTAL FOOD AND DRUG ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES							261,422	0
HEALTH CARE FINANCING ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES								
DIRECT FROM:								
HEALTH CARE FINANCING ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES								
State Children's Insurance Program					UHA	93.767 / 93.CBHP a11	38,875,369	1,239,331
Medicaid Infrastructure Grants To Support the Competitive Employment of People with Disabilities					UHA	93.768 / 93.11-P-91481	82,036	0
Medicare: Supplementary Medical Insurance					FAA	93.774	3,639,268	215,841

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.



STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY					
MAJOR SUBDIVISION OF FEDERAL AGENCY					
SOURCE TYPE (DIRECT OR PASS-THROUGH)					
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)					
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations, and Evaluations		SFA	93.779	232,260	0
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations, and Evaluations		UHA	93.779 / 93.10-P-914058-01	27,693	0
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations, and Evaluations		UHA	93.779 / 93.18-P-9153280	185,255	0
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations, and Evaluations		UHA	93.779 / 93.18-P-9163080	91,968	0
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations, and Evaluations		UHA	93.779 / 93.18P91651801	324,899	0
SUBTOTAL DIRECT FROM:				43,458,748	1,455,172
SUBTOTAL HEALTH CARE FINANCING ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES				43,458,748	1,455,172
HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Model State-Supported Area Health Education Centers		GFE	93.107	181,912	313,391
Maternal and Child Health Federal Consolidated Programs		FAA	93.110	176,925	52,719
Maternal and Child Health Federal Consolidated Programs		GFE	93.110	1,097,365	192,041
Emergency Medical Services for Children		FAA	93.127	68,041	58,250
Primary Care Services: Resource Coordination and Development		FAA	93.130	150,296	37,500
Financial Assistance for Disadvantaged Health Professions Students		GFE	93.139	(1,309)	0
AIDS Education and Training Centers		GFE	93.145	892,414	1,090,045
Centers of Excellence		GFE	93.157	346,487	29,820
Grants for State Loan Repayment		GFE	93.165	0	14,521
Traumatic Brain Injury: State Demonstration Grant Program		IIA	93.234	102,037	89,127
Abstinence Education		FAA	93.235	97,171	239,128
State Rural Hospital Flexibility Program		FAA	93.241	5,142	145,172
Residencies in the Practice of Pediatric Dentistry		GFE	93.248	35,121	0
Universal Newborn Hearing Screening		GFB	93.251	(244)	0
Advanced Education Nursing Traineeships		GFE	93.358	231,617	0
Advanced Education Nursing Traineeships		GKA	93.358	31,443	0
Basic Nurse Education, Practice and Retention Grants		GFE	93.359	473,302	0
Grants for Graduate Training in Family Medicine		GFB	93.379	(3,250)	0
Grants for Residency Training in General Internal Medicine and/or General Pediatrics		GFE	93.884	109,142	15,738
Physician Assistant Training in Primary Care		GFE	93.886	149,902	0
Health Care and Other Facilities		GFE	93.887	3,934,007	0
Health Care and Other Facilities		GKA	93.887 / 93.1 C76 HF 00099-01	1,008,708	0
Grants for Faculty Development in Family Medicine		GFE	93.895	274,895	198,696
Predoctoral Training in Primary Care (Family Medicine, General Internal Medicine/General Pediatrics)		GFE	93.896	312,407	0
Residencies and Advanced Education in the Practice of General Dentistry		GFE	93.897	110,837	31,765
Rural Health Medical Education Demonstration Projects		GGJ	93.906	10,229	0
Rural Health Medical Education Demonstration Projects		GTA	93.906	71,470	0
HIV Care Formula Grants		FAA	93.917	474,134	8,333,429
Ryan White HIV/AIDS Dental Reimbursements		GFE	93.924	59,886	0
Scholarships for Health Professions Students from Disadvantaged Backgrounds		GGB	93.925	128,790	0
Improving EMS/Trauma Care in Rural Areas		FAA	93.952	29,101	0
Health Administration Traineeships and Special Projects Program		GFD	93.962	43,072	0
Public Health Traineeships		GFE	93.964	9,006	0
Academic Administrative Units In Primary Care		GFE	93.984	244,294	53,500
Maternal and Child Health Services Block Grant to the States		FAA	93.994	2,949,249	4,683,015
SUBTOTAL DIRECT FROM:				13,803,599	15,577,857

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY				DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY				EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)					
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	NONCASH	STATE <sup>1</sup>			
PROGRAM NAME	INDICATOR	AGENCY	CFDA / OTHER ID NUMBER		
PASS-THROUGH PROGRAMS FROM:					
City & County of Denver		FAA	93.5H89HA 00027-06	476,995	0
Ryan White Title I					
UNIVERSITY OF ARIZONA		GFE	93.110 / 93.V970600	8,293	0
Maternal and Child Health Federal Consolidated Programs					
UNIVERSITY OF UTAH		GFE	93.110 / 93.2105057-05	11,102	0
Maternal and Child Health Federal Consolidated Programs					
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				496,390	0
SUBTOTAL HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES				14,299,989	15,577,857
NATIONAL INSTITUTE ON DEAFNESS AND OTHER COMMUNICATION DISORDERS, NATIONAL INSTITUTES OF HEALTH, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
NATIONAL INSTITUTE ON DEAFNESS AND OTHER COMMUNICATION DISORDERS, NATIONAL INSTITUTES OF HEALTH, DEPARTMENT OF HEALTH AND HUMAN SERVICES		GFE	93.173	114,600	0
Research Related to Deafness and Communication Disorders					
SUBTOTAL DIRECT FROM:				114,600	0
SUBTOTAL NATIONAL INSTITUTE ON DEAFNESS AND OTHER COMMUNICATION DISORDERS, NATIONAL INSTITUTES OF HEALTH, DEPARTMENT OF HEALTH AND HUMAN SERVICES				114,600	0
NATIONAL INSTITUTES OF HEALTH, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
NATIONAL INSTITUTES OF HEALTH, DEPARTMENT OF HEALTH AND HUMAN SERVICES		GFB	93.121	3,109	0
Oral Diseases and Disorders Research		GFE	93.121	34,978	0
Oral Diseases and Disorders Research		GFB	93.272	92,528	0
Alcohol National Research Service Awards for Research Training		GFE	93.272	249,397	0
Alcohol National Research Service Awards for Research Training		GFB	93.278	35,880	0
Drug Abuse National Research Service Awards for Research Training		GFE	93.278	40,662	0
Drug Abuse National Research Service Awards for Research Training		GFB	93.281	214,274	0
Mental Health Research Career/Scientist Development Awards		GFB	93.282	234,369	0
Mental Health National Research Service Awards for Research Training		GFE	93.282	469,381	0
Mental Health National Research Service Awards for Research Training		GGB	93.282	2,640	0
Mental Health National Research Service Awards for Research Training		GFB	93.333	224,618	0
Clinical Research		GFE	93.361	85,368	0
Nursing Research		GFE	93.371	(29)	0
Biomedical Technology		GFB	93.375	15,535	0
Minority Biomedical Research Support		GGJ	93.375	277,519	0
Minority Biomedical Research Support		GGJ	93.397	106,095	0
Cancer Centers Support		GFE	93.398	619,645	4,916
Cancer Research Manpower		GFB	93.821	296,606	0
Cell Biology and Biophysics Research		GFE	93.821	130,030	0
Cell Biology and Biophysics Research		GFB	93.837	352,734	0
Heart and Vascular Diseases Research		GFE	93.837	100,920	182,209
Heart and Vascular Diseases Research		GFB	93.838	17,353	0
Lung Diseases Research		GFE	93.838	1,347,334	0
Lung Diseases Research		GFB	93.846	24,651	0
Arthritis, Musculoskeletal and Skin Diseases Research		GFE	93.846	155,677	0
Arthritis, Musculoskeletal and Skin Diseases Research		GFE	93.847	370,673	0
Diabetes, Endocrinology and Metabolism Research		GFE	93.848	506,685	0
Digestive Diseases and Nutrition Research		GFE	93.849	254,511	0
Kidney Diseases, Urology and Hematology Research		GFB	93.853	24,158	0
Extramural Research Programs in the Neurosciences and Neurological Disorders		GFE	93.853	302,741	0
Extramural Research Programs in the Neurosciences and Neurological Disorders		GFE	93.854	(6,593)	0
Biological Basis Research in the Neurosciences		GFB	93.855	38,347	0
Allergy, Immunology and Transplantation Research		GFE	93.855	446,072	0
Allergy, Immunology and Transplantation Research		GFE	93.856	331,162	0
Microbiology and Infectious Diseases Research		GFB	93.859	178,261	0
Pharmacology, Physiology, and Biological Chemistry Research		GFE	93.859	878,454	0
Pharmacology, Physiology, and Biological Chemistry Research					

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
	Genetics and Developmental Biology Research and Research Training					GFB	93.862	635,960	0
	Genetics and Developmental Biology Research and Research Training					GFE	93.862	35,831	0
	Population Research					GFD	93.864	5,587	0
	Population Research					GFE	93.864	(1,290)	0
	Population Research					GGB	93.864	50,798	0
	Center for Research for Mothers and Children					GFB	93.865	178,568	0
	Center for Research for Mothers and Children					GFE	93.865	310,850	0
	Aging Research					GFB	93.866	6	0
	Aging Research					GFE	93.866	280,186	0
	Medical Library Assistance					GFE	93.879	(4,262)	0
	Minority Access to Research Careers					GFE	93.880	42,637	0
	Resource and Manpower Development in the Environmental Health Sciences					GFE	93.894	86,498	0
	Special Minority Initiatives					GGJ	93.960	1,899	0
SUBTOTAL DIRECT FROM:								10,079,013	187,125
PASS-THROUGH PROGRAMS FROM:									
	AMC Cancer Research Center					FAA	93.399 / 93. #753-9305	116,277	0
	Cancer Control					FAA	93.399 / 93. PPG-YA1-AMC	10,052	0
NATIONAL MIDDLE SCHOOL ASSOCIATION									
	Cancer Research Manpower					GFE	93.398 / 93.PN: 0304-033	12,292	0
ROCJY MOUNTAIN SERVICE, JP, INC.									
	Diabetes, Endocrinology and Metabolism Research					GFE	93.847 / 93.PN0109-048	(148)	0
THE COUNCIL (MILE HIGH)									
	Mental Health Research Grants					GFE	93.242 / 93.PN:0208-132	20,390	0
UNIVERSITY OF UTAH									
	Medical Library Assistance					GFE	93.879 / 93.N01 LM13514	89,078	0
UNIVERSITY OF WASHINGTON									
	Cancer Research Manpower					GFE	93.398 / 93.UWASH #486573	8,667	0
Univ of Wash									
	Drug Abuse Research Programs					IHM	93.279 / 93.596873	23,780	9,794
YALE UNIVERSITY									
	Center for Research for Mothers and Children					GFE	93.865 / 93.5 K12 HD00850-16	418	0
	Center for Research for Mothers and Children					GFE	93.865 / 93.5 K12 HD00850-17	102,883	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								383,689	9,794
SUBTOTAL NATIONAL INSTITUTES OF HEALTH, DEPARTMENT OF HEALTH AND HUMAN SERVICES								10,462,702	196,919
OFFICE OF CHILD SUPPORT ENFORCEMENT, ADMINISTRATION FOR CHILDREN AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES									
DIRECT FROM:									
	OFFICE OF CHILD SUPPORT ENFORCEMENT, ADMINISTRATION FOR CHILDREN AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES					IHA	93.563	12,635,837	39,271,108
	Child Support Enforcement							-----	-----
SUBTOTAL DIRECT FROM:								12,635,837	39,271,108
SUBTOTAL OFFICE OF CHILD SUPPORT ENFORCEMENT, ADMINISTRATION FOR CHILDREN AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES								12,635,837	39,271,108
OFFICE OF COMMUNITY SERVICES, ADMINISTRATION FOR CHILDREN AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES									
DIRECT FROM:									
	OFFICE OF COMMUNITY SERVICES, ADMINISTRATION FOR CHILDREN AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES					NAA	93.569	449,513	5,596,298
	Community Services Block Grant (CSBG)					NAA	93.571	0	41,193
	Community Services Block Grant Discretionary Awards: Community Food and Nutrition					IHA	93.585	34,519	525,830
	Empowerment Zones Program							-----	-----
SUBTOTAL DIRECT FROM:								484,032	6,163,321

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY							
MAJOR SUBDIVISION OF FEDERAL AGENCY							
SOURCE TYPE (DIRECT OR PASS-THROUGH)							
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)							
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER		DIRECT EXPENDITURES		PASSED TO SUBRECIPIENTS
PASS-THROUGH PROGRAMS FROM:							
National Youth Sports Prog							
Community Services Block Grant: Discretionary Awards		GKA	93.570 / 93.NCAA 02-212		36,163		0
					-----		-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:					36,163		0
					-----		-----
SUBTOTAL OFFICE OF COMMUNITY SERVICES, ADMINISTRATION FOR CHILDREN AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES					520,195		6,163,321
OFFICE OF DISEASE PREVENTION AND HEALTH PROMOTION, DEPARTMENT OF HEALTH AND HUMAN SERVICES							
DIRECT FROM:							
OFFICE OF DISEASE PREVENTION AND HEALTH PROMOTION, DEPARTMENT OF HEALTH AND HUMAN SERVICES							
Cooperative Health System		FAA	93.96-7205		206,274		0
					-----		-----
SUBTOTAL DIRECT FROM:					206,274		0
					-----		-----
SUBTOTAL OFFICE OF DISEASE PREVENTION AND HEALTH PROMOTION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					206,274		0
OFFICE OF POLICY AND EVALUATION, ADMINISTRATION FOR CHILDREN AND FAMILIES DEPARTMENT OF HEALTH AND HUMAN SERVICES							
DIRECT FROM:							
OFFICE OF POLICY AND EVALUATION, ADMINISTRATION FOR CHILDREN AND FAMILIES DEPARTMENT OF HEALTH AND HUMAN SERVICES							
Social Services Research and Demonstration		GFB	93.647		47,580		0
					-----		-----
SUBTOTAL DIRECT FROM:					47,580		0
					-----		-----
SUBTOTAL OFFICE OF POLICY AND EVALUATION, ADMINISTRATION FOR CHILDREN AND FAMILIES DEPARTMENT OF HEALTH AND HUMAN SERVICES					47,580		0
OFFICE OF PUBLIC HEALTH AND SCIENCE, DEPARTMENT OF HEALTH AND HUMAN SERVICES							
DIRECT FROM:							
OFFICE OF PUBLIC HEALTH AND SCIENCE, DEPARTMENT OF HEALTH AND HUMAN SERVICES							
Family Planning: Services		FAA	93.217		148,273		2,766,038
Adolescent Family Life: Demonstration Projects		GGB	93.995		129,466		0
					-----		-----
SUBTOTAL DIRECT FROM:					277,739		2,766,038
					-----		-----
PASS-THROUGH PROGRAMS FROM:							
ARKANSAS DEPARTMENT OF HEALTH							
Family Planning: Services		GFE	93.217 / 93.AR 0019710		(9,412)		0
STATE OF LOUISIANA, OFFICE OF PUBLIC HEALTH							
Family Planning: Services		GFE	93.217 / 93.LADHH 9906-184		4,548		0
					-----		-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:					(4,864)		0
					-----		-----
SUBTOTAL OFFICE OF PUBLIC HEALTH AND SCIENCE, DEPARTMENT OF HEALTH AND HUMAN SERVICES					272,875		2,766,038
OFFICE OF REFUGEE RESETTLEMENT, ADMINISTRATION FOR CHILDREN AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES							
DIRECT FROM:							
OFFICE OF REFUGEE RESETTLEMENT, ADMINISTRATION FOR CHILDREN AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES							
Refugee and Entrant Assistance: State Administered Programs		IHA	93.566		239,615		745,984
Refugee and Entrant Assistance: Discretionary Grants		DAA	93.576		81,735		129,226
Refugee and Entrant Assistance: Discretionary Grants		FAA	93.576		54,105		96,164
Refugee and Entrant Assistance: Discretionary Grants		IHA	93.576		161,899		0
U.S. Repatriation Program		IHA	93.579		0		253
Refugee and Entrant Assistance: Wilson/Fish Programs		IHA	93.583		3,086,478		427,633
Refugee and Entrant Assistance: Targeted Assistance		IHA	93.584		383,701		0
					-----		-----
SUBTOTAL DIRECT FROM:					4,007,533		1,399,260
					-----		-----
SUBTOTAL OFFICE OF REFUGEE RESETTLEMENT, ADMINISTRATION FOR CHILDREN AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES					4,007,533		1,399,260

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY							
MAJOR SUBDIVISION OF FEDERAL AGENCY							
SOURCE TYPE (DIRECT OR PASS-THROUGH)							
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)							
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS		
OFFICE OF RURAL HEALTH POLICY, HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES							
DIRECT FROM:							
OFFICE OF RURAL HEALTH POLICY, HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES							
Rural Health Outreach and Rural Network Development Program		GFE	93.912	136.751	188.596		
Rural Health Outreach and Rural Network Development Program		GKA	93.912	237.044	0		
SUBTOTAL DIRECT FROM:				373.795	188.596		
SUBTOTAL OFFICE OF RURAL HEALTH POLICY, HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES				373.795	188.596		
OFFICE OF THE ASSISTANT SECRETARY FOR PLANNING AND EVALUATION, OFFICE OF THE SECRETARY, DEPARTMENT OF HEALTH AND HUMAN SERVICES							
DIRECT FROM:							
OFFICE OF THE ASSISTANT SECRETARY FOR PLANNING AND EVALUATION, OFFICE OF THE SECRETARY, DEPARTMENT OF HEALTH AND HUMAN SERVICES							
Policy Research and Evaluation Grants		IHA	93.239	64.929	164.544		
SUBTOTAL DIRECT FROM:				64.929	164.544		
PASS-THROUGH PROGRAMS FROM:							
Northwestern University							
Policy Research and Evaluation Grants		GKA	93.239 / 93.96ASPE284A	20.768	0		
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				20.768	0		
SUBTOTAL OFFICE OF THE ASSISTANT SECRETARY FOR PLANNING AND EVALUATION, OFFICE OF THE SECRETARY, DEPARTMENT OF HEALTH AND HUMAN SERVICES				85.697	164.544		
OFFICE OF THE SECRETARY, DEPARTMENT OF HEALTH AND HUMAN SERVICES							
DIRECT FROM:							
OFFICE OF THE SECRETARY, DEPARTMENT OF HEALTH AND HUMAN SERVICES							
Public Health and Social Services Emergency Fund		FAA	93.003	182.955	163.534		
SUBTOTAL DIRECT FROM:				182.955	163.534		
SUBTOTAL OFFICE OF THE SECRETARY, DEPARTMENT OF HEALTH AND HUMAN SERVICES				182.955	163.534		
PUBLIC HEALTH SERVICE							
DIRECT FROM:							
PUBLIC HEALTH SERVICE							
Grants for Technical Assistance Activities Related to the Block Grant for Community Mental Health Services		IIA	93.119	18.962	0		
Vital Statistics PO		FAA	93.DSR9580055	5.936	0		
SUBTOTAL DIRECT FROM:				24.898	0		
SUBTOTAL PUBLIC HEALTH SERVICE				24.898	0		
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES							
DIRECT FROM:							
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES							
Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)		IHA	93.104	165.235	0		
Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)		IIA	93.104	251.633	2,122.164		
Projects for Assistance in Transition from Homelessness (PATH)		IIA	93.150	38.800	386.643		
Consolidated Knowledge Development and Application (KD&A) Program		FAA	93.230	67.811	75.172		
Consolidated Knowledge Development and Application (KD&A) Program		IHM	93.230	101.065	1,503.282		
Consolidated Knowledge Development and Application (KD&A) Program		IIA	93.230	92.486	12.029		
Cooperative Agreements for State Treatment Outcomes and Performance Pilot Studies Enhancement		FAA	93.238	192.858	7.177		
Cooperative Agreements for State Treatment Outcomes and Performance Pilot Studies Enhancement		IHM	93.238	40.848	0		
Substance Abuse and Mental Health Services: Projects of Regional and National Significance		GFE	93.243	314.786	0		

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		NONCASH	STATE <sup>1</sup>		DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY		INDICATOR	AGENCY	CFDA / OTHER ID NUMBER	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME						
Block Grants for Community Mental Health Services			IIA	93.958	429,859	4,531,071
Block Grants for Prevention and Treatment of Substance Abuse			IHM	93.959	1,934,652	20,219,469
Mental Health Disaster Assistance and Emergency Mental Health			IIA	93.982	38,709	327,776
SUBTOTAL DIRECT FROM:					3,668,742	29,184,783
PASS-THROUGH PROGRAMS FROM:						
ADVOCATES FOR HUMAN POTENTIAL						
Block Grants for Community Mental Health Services			IIA	93.958 / 93.280990200	12,577	15,099
SIGNAL BEHAVIORAL HEALTH NETWORK						
Block Grants for Prevention and Treatment of Substance Abuse			GFE	93.959 / 93.PN0205-020	2,061,915	0
Block Grants for Prevention and Treatment of Substance Abuse			GFE	93.959 / 93.PN0306-254	424	0
Block Grants for Prevention and Treatment of Substance Abuse			GFE	93.959 / 93.SIGNAL SSPA2-99	(53,583)	0
Synectics						
Block Grants for Community Mental Health Services			IHM	93.958 / 93.270-98-706	77,650	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:					2,098,983	15,099
SUBTOTAL SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					5,767,725	29,199,882
SUBTOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES					181,622,804	450,166,462
-----						
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE						
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE						
DIRECT FROM:						
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE						
Retired and Senior Volunteer Program			GKA	94.002	76,773	0
State Commissions			GHC	94.003	288,309	0
Learn and Serve America: School and Community Based Programs			DAA	94.004	157,796	404,456
Learn and Serve America: Higher Education			GGB	94.005	114,314	0
AmeriCorps			GJA	94.006	3,133,493	0
SERVICE LEARNING SCHOLARS -CORPORATION F			GGB	94.00LHEC0163	1,563	0
MOBILIZING ACROSS THE CURRICULUM -CORPOR			GGB	94.00LHEC0163 AMEND. 2	223	0
SERVICE LEARNING SCHOLARS PROGRAM -CORPO			GGB	94.00LHEC0163 AMEND. 2	3,562	0
SUBTOTAL DIRECT FROM:					3,776,033	404,456
SUBTOTAL CORPORATION FOR NATIONAL AND COMMUNITY SERVICE					3,776,033	404,456
SUBTOTAL CORPORATION FOR NATIONAL AND COMMUNITY SERVICE					3,776,033	404,456
-----						
SOCIAL SECURITY ADMINISTRATION						
SOCIAL SECURITY ADMINISTRATION						
DIRECT FROM:						
SOCIAL SECURITY ADMINISTRATION						
Social Security: Disability Insurance			IHA	96.001	16,185,251	0
Social Security: Research and Demonstration			FAA	96.007	132,980	27,571
SUBTOTAL DIRECT FROM:					16,318,231	27,571
SUBTOTAL SOCIAL SECURITY ADMINISTRATION					16,318,231	27,571
SUBTOTAL SOCIAL SECURITY ADMINISTRATION					16,318,231	27,571
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<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
DEPARTMENT OF HOMELAND SECURITY									
DIRECT FROM:									
DEPARTMENT OF HOMELAND SECURITY									
	State Domestic Preparedness Equipment Support Program				NAA	97.004		129,255	2,261,235
	State Domestic Preparedness Equipment Support Program				RAA	97.004		80,037	0
	Boating Safety Financial Assistance				PJA	97.012		421,483	0
	National Fire Academy Educational Program				RAA	97.019		30,783	0
	Hazardous Materials Assistance Programs				NAA	97.021		0	4,667
	Community Assistance Program: State Support Services Element (CAP-SSSE)				NAA	97.023		175,810	0
	Flood Mitigation Assistance				NAA	97.029		116,256	0
	Crisis Counseling				IIA	97.032		31,180	180,112
	Individual and Family Grants				IHA	97.035		8,774	345,368
	Public Assistance Grants				NAA	97.036		866,407	6,758,803
	First Responder Counter-Terrorism Training Assistance				RAA	97.038		91,135	6,698
	Hazard Mitigation Grant				NAA	97.039		169	394,285
	Chemical Stockpile Emergency Preparedness Program				NAA	97.040		452,514	1,985,732
	Emergency Management Performance Grants				NAA	97.042		1,108,612	1,205,277
	Fire Management Assistance Grant				GGB	97.046		5,384,453	0
	Pre-Disaster Mitigation				NAA	97.047		13,989	18,400
	State and Local All Hazards Emergency Operations Planning				RAA	97.051		84,717	0
	Emergency Operations Centers				RAA	97.052		0	25,299
	State Dam Safety				PEA	97.EMW2000G0R0121		45,033	0
SUBTOTAL DIRECT FROM:								9,040,607	13,185,876
SUBTOTAL DEPARTMENT OF HOMELAND SECURITY								9,040,607	13,185,876
SUBTOTAL								9,040,607	13,185,876
-----									
FEDERAL AGENCIES NOT USING CFDA NUMBERS									
CONSUMER PRODUCT SAFETY COMMISSION									
DIRECT FROM:									
	CONSUMER PRODUCT SAFETY COMMISSION				FAA	99.S01474205		9,515	0
	Consumer Product Safety							-----	-----
SUBTOTAL DIRECT FROM:								9,515	0
SUBTOTAL CONSUMER PRODUCT SAFETY COMMISSION								9,515	0
SUBTOTAL FEDERAL AGENCIES NOT USING CFDA NUMBERS								9,515	0
SUBTOTAL A-UNCLUSTERED PROGRAMS								1,454,654,776	936,808,605
-----									

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
CDBG - CLUSTER									
*****									
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT									
COMMUNITY PLANNING AND DEVELOPMENT, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT									
PASS-THROUGH PROGRAMS FROM:									
Jefferson Cty									
Community Development Block Grants/Entitlement Grants									
					GJL	14.218 / 14.39302		0	11,434
								-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:									
								0	11,434
								-----	-----
SUBTOTAL COMMUNITY PLANNING AND DEVELOPMENT, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT									
								0	11,434
								-----	-----
SUBTOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT									
								0	11,434
								-----	-----
SUBTOTAL CDBG - CLUSTER									
								0	11,434
								-----	-----

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.



STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
FOOD STAMP PROGRAM - CLUSTER									
*****									
DEPARTMENT OF AGRICULTURE									
FOOD AND CONSUMER SERVICE, DEPARTMENT OF AGRICULTURE									
DIRECT FROM:									
FOOD AND CONSUMER SERVICE, DEPARTMENT OF AGRICULTURE									
Food Stamps									
State Administrative Matching Grants for Food Stamp Program									
					IHA	10.551		0	191,821,811
					IHA	10.561		6,753,342	17,502,223
								-----	-----
SUBTOTAL DIRECT FROM:								6,753,342	209,324,034
								-----	-----
SUBTOTAL FOOD AND CONSUMER SERVICE, DEPARTMENT OF AGRICULTURE								6,753,342	209,324,034
								-----	-----
SUBTOTAL DEPARTMENT OF AGRICULTURE								6,753,342	209,324,034
								-----	-----
SUBTOTAL FOOD STAMP PROGRAM - CLUSTER								6,753,342	209,324,034
								-----	-----

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
HIV - CLUSTER									
*****									
DEPARTMENT OF HEALTH AND HUMAN SERVICES									
BUREAU OF HEALTH RESOURCES DEVELOPMENT, HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES									
PASS-THROUGH PROGRAMS FROM:									
PITON FOUNDATION									
	HIV Emergency Relief Project Grants					GFE	93.914 / 93.PN0108-094	71,489	0
	HIV Emergency Relief Project Grants					GFE	93.914 / 93.PN0208-065	24,701	0
								-----	-----
	SUBTOTAL PASS-THROUGH PROGRAMS FROM:							96,190	0
								-----	-----
	SUBTOTAL BUREAU OF HEALTH RESOURCES DEVELOPMENT, HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES							96,190	0
								-----	-----
	SUBTOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES							96,190	0
								-----	-----
	SUBTOTAL HIV - CLUSTER							96,190	0
								-----	-----

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
MEDICAID - CLUSTER									
*****									
DEPARTMENT OF HEALTH AND HUMAN SERVICES									
HEALTH CARE FINANCING ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES									
DIRECT FROM:									
HEALTH CARE FINANCING ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES									
Medical Assistance Program (Medicaid)						UHA	93.778 / 93.M0305C05028	1,270,079.949	0
Medical Assistance Program (Medicaid)						UHA	93.778 / 93.M0305C05048	57,506.683	3,247.146
								-----	-----
SUBTOTAL DIRECT FROM:								1,327,586.632	3,247.146
								-----	-----
SUBTOTAL HEALTH CARE FINANCING ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES								1,327,586.632	3,247.146
HEALTH STANDARDS AND QUALITY BUREAU, HEALTH CARE FINANCING ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES									
DIRECT FROM:									
HEALTH STANDARDS AND QUALITY BUREAU, HEALTH CARE FINANCING ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES									
State Survey and Certification of Health Care Providers and Suppliers						UHA	93.777 / 93.M0305C05001	2,057.502	0
SUBTOTAL DIRECT FROM:								2,057.502	0
								-----	-----
SUBTOTAL HEALTH STANDARDS AND QUALITY BUREAU, HEALTH CARE FINANCING ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES								2,057.502	0
OFFICE OF THE SECRETARY, DEPARTMENT OF HEALTH AND HUMAN SERVICES									
DIRECT FROM:									
OFFICE OF THE SECRETARY, DEPARTMENT OF HEALTH AND HUMAN SERVICES									
State Medicaid Fraud Control Units						LAA	93.775 / 93.01-0201-5050	197.590	0
State Medicaid Fraud Control Units						LAA	93.775 / 93.01-0301-5050	567.371	0
SUBTOTAL DIRECT FROM:								764.961	0
								-----	-----
SUBTOTAL OFFICE OF THE SECRETARY, DEPARTMENT OF HEALTH AND HUMAN SERVICES								764.961	0
								-----	-----
SUBTOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES								1,330,409.095	3,247.146
								-----	-----
SUBTOTAL MEDICAID - CLUSTER								1,330,409.095	3,247.146

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
NUTRITION - CLUSTER									
*****									
DEPARTMENT OF AGRICULTURE									
FOOD AND CONSUMER SERVICE, DEPARTMENT OF AGRICULTURE									
DIRECT FROM:									
FOOD AND CONSUMER SERVICE, DEPARTMENT OF AGRICULTURE									
School Breakfast Program						DAA	10.553	0	10,675.547
National School Lunch Program (NLSLP)						DAA	10.555	0	59,247.517
National School Lunch Program (NLSLP)					*	IHA	10.555	10,082.584	0
Special Milk Program for Children						DAA	10.556	0	74.610
Summer Food Service Program for Children						DAA	10.559	46,607	900.676
Summer Food Service Program for Children					*	IHA	10.559	1,681	0
SUBTOTAL DIRECT FROM:								-----	-----
								10,130.872	70,898.350
SUBTOTAL FOOD AND CONSUMER SERVICE, DEPARTMENT OF AGRICULTURE								-----	-----
								10,130.872	70,898.350
SUBTOTAL DEPARTMENT OF AGRICULTURE								-----	-----
								10,130.872	70,898.350
SUBTOTAL NUTRITION - CLUSTER								-----	-----
								10,130.872	70,898.350

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
RESEARCH AND DEVELOPMENT - CLUSTER									
*****									
DEPARTMENT OF AGRICULTURE									
AGRICULTURAL MARKETING SERVICE, DEPARTMENT OF AGRICULTURE									
DIRECT FROM:									
AGRICULTURAL MARKETING SERVICE, DEPARTMENT OF AGRICULTURE									
R&D					GGB		10.12-25-A-4115	8.757	0
SUBTOTAL DIRECT FROM:								8.757	0
SUBTOTAL AGRICULTURAL MARKETING SERVICE, DEPARTMENT OF AGRICULTURE								8.757	0
AGRICULTURAL RESEARCH SERVICE, DEPARTMENT OF AGRICULTURE									
DIRECT FROM:									
AGRICULTURAL RESEARCH SERVICE, DEPARTMENT OF AGRICULTURE									
Agricultural Research: Basic and Applied Research					GFD		10.001	10.897	0
Agricultural Research: Basic and Applied Research					GGB		10.001	1,037,046	0
R&D					GGB		10.T-2-5402-204 AMD 3	10,564	0
R&D					GGB		10.T-3-5402-2-204, AMD #2	25,221	0
SUBTOTAL DIRECT FROM:								1,083,728	0
PASS-THROUGH PROGRAMS FROM:									
Pennsylvania State University									
Agricultural Research: Basic and Applied Research					GGB		10.001 / 10.2335-CSU-USDA-0044	4,948	0
University of Idaho									
Agricultural Research: Basic and Applied Research					GGB		10.001 / 10.BJKC68-CSU	2,123	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								7,071	0
SUBTOTAL AGRICULTURAL RESEARCH SERVICE, DEPARTMENT OF AGRICULTURE								1,090,799	0
ANIMAL AND PLANT HEALTH INSPECTION SERVICE, DEPARTMENT OF AGRICULTURE									
DIRECT FROM:									
ANIMAL AND PLANT HEALTH INSPECTION SERVICE, DEPARTMENT OF AGRICULTURE									
R&D					GGB		10.01-7401-0401(CA)02-1	3,972	0
R&D					GGB		10.01-9208-0063-CA	4,251	0
R&D					GGB		10.01-9208-0064-CA	(1,301)	0
R&D					GGB		10.02-7401-0446(CA)	8,973	0
R&D					GGB		10.02-8564-0013-CA	4,893	0
R&D					GGB		10.02-8564-0590-CA	90,068	0
R&D					GGB		10.02-9108-0734-CA	167,416	0
R&D					GGB		10.02-9208-0039-CA	121,096	0
R&D					GGB		10.02-9208-0080-CA	27,778	0
Plant and Animal Disease, Pest Control, and Animal Care					GGB		10.025	151,433	0
Wildlife Services					GGB		10.028	21,429	0
R&D					GGB		10.03-7401-0444(CA)03-3	28,996	0
R&D					GGB		10.03-7403-0473(CA)	2,761	0
SUBTOTAL DIRECT FROM:								631,765	0
SUBTOTAL ANIMAL AND PLANT HEALTH INSPECTION SERVICE, DEPARTMENT OF AGRICULTURE								631,765	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		NONCASH	STATE <sup>1</sup>		DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY		INDICATOR	AGENCY	CFDA / OTHER ID NUMBER	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME						
COOPERATIVE STATE RESEARCH, EDUCATION, AND EXTENSION SERVICE, DEPARTMENT OF AGRICULTURE						
DIRECT FROM:						
COOPERATIVE STATE RESEARCH, EDUCATION, AND EXTENSION SERVICE, DEPARTMENT OF AGRICULTURE						
Grants for Agricultural Research, Special Research Grants		GGB	10.200		2,118,696	273,669
Cooperative Forestry Research		GGB	10.202		345,244	0
Payments to Agricultural Experiment Stations Under the Hatch Act		GGB	10.203		2,518,065	0
Grants for Agricultural Research: Competitive Research Grants		GFB	10.206		310,791	0
Grants for Agricultural Research: Competitive Research Grants		GFE	10.206		1,138	21,082
Grants for Agricultural Research: Competitive Research Grants		GGB	10.206		1,069,367	37,507
Grants for Agricultural Research: Competitive Research Grants		GLA	10.206	10.2001-35107-10052	37,972	0
Grants for Agricultural Research: Competitive Research Grants		GLA	10.206	10.2001-35504-10177	34,336	0
Grants for Agricultural Research: Competitive Research Grants		GLA	10.206	10.2002-35100-11998	300	9,700
Grants for Agricultural Research: Competitive Research Grants		GKA	10.206	10.CSREES 2002-35402-116	14,120	0
Animal Health and Disease Research		GGB	10.207		284,722	0
Food and Agricultural Sciences National Needs Graduate Fellowship Grants		GGB	10.210		70,172	0
Higher Education Challenge Grants		GGB	10.217		14,965	5,076
Initiative for Future Agriculture and Food Systems		GGB	10.302		667,080	1,108,854
Integrated Programs		GGB	10.303		788,498	355,994
R&D		GGB	10.3579802		4,957	0
Cooperative Extension Service		GGB	10.500		59,735	0
R&D		GGB	10.90-CSA-C01-107/300-1005-		1,568	0
SUBTOTAL DIRECT FROM:					8,341,726	1,811,882
PASS-THROUGH PROGRAMS FROM:						
Iowa State University						
Integrated Programs		GGB	10.303	10.416-30-09	19,635	0
Kansas State University						
Grants for Agricultural Research, Special Research Grants		GGB	10.200	10.S00003.03	12,132	0
Grants for Agricultural Research, Special Research Grants		GGB	10.200	10.S03056 TASK 1	53,216	0
Grants for Agricultural Research, Special Research Grants		GGB	10.200	10.S03056 TASK 2	152,699	0
Grants for Agricultural Research, Special Research Grants		GGB	10.200	10.S03056 TASK 3	251,834	0
Grants for Agricultural Research, Special Research Grants		GGB	10.200	10.S03056 TASK 4	140,897	0
Homeland Security Agricultural (Homeland Security Program)		GGB	10.304	10.S03088	872	0
North Carolina State University						
Cooperative Extension Service		GGB	10.500	10.99-0465-03	2,137	0
Ohio State University						
Grants for Agricultural Research, Special Research Grants		GGB	10.200	10.559400A006	(29)	0
Grants for Agricultural Research: Competitive Research Grants		GGB	10.206	10.738704; PO 00919237 A	16,845	0
Grants for Agricultural Research: Competitive Research Grants		GGB	10.206	10.PO 832786 (PRJ #73821	8,604	0
UNIVERSITY OF NEVADA, RENO						
Initiative for Future Agriculture and Food Systems		GFE	10.302	10.PO 12B31321	103,207	0
University of California at Davis						
Integrated Programs		GGB	10.303	10.00RA2416-CO AMD A-05	116,995	0
University of Missouri						
Fund for Rural America: Research, Education, and Extension Activities		GGB	10.224	10.C-5-36454	(4,581)	0
University of Vermont						
Grants for Agricultural Research, Special Research Grants		GGB	10.200	10.UVM #U134-15	4,408	0
University of Wyoming						
Grants for Agricultural Research, Special Research Grants		GGB	10.200	10.UTSTUNV9055.:9055SUBC	3,165	0
Utah State University						
Cooperative Extension Service		GGB	10.500	10.C026100	19,498	0
Cooperative Extension Service		GGB	10.500	10.C029328	12,565	0
Washington State University						
Grants for Agricultural Research, Special Research Grants		GGB	10.200	10.0GRD #100022: G001354	21,217	0
Grants for Agricultural Research, Special Research Grants		GGB	10.200	10.0GRD 100022: G001353	884	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:					936,200	0
SUBTOTAL COOPERATIVE STATE RESEARCH, EDUCATION, AND EXTENSION SERVICE, DEPARTMENT OF AGRICULTURE					9,277,926	1,811,882

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
DEPARTMENT OF AGRICULTURE									
DIRECT FROM:									
DEPARTMENT OF AGRICULTURE									
	R&D					GGB	10.00-35200-9114	78.015	0
	R&D					GGB	10.00-CR-11221611-003	101.083	0
	R&D					GGB	10.00-CS-11020000-081	5.782	0
	R&D					GGB	10.00-CS-11021200-056 MOD.	2.142	0
	R&D					GGB	10.00-JV-11221611-186 AMEND	30.089	0
	R&D					GGB	10.00-JV-11231300-053 MOD.	4.109	0
	R&D					GGB	10.01-9101-0620-CA	2.542	0
	R&D					GGB	10.01-CS-11021300-051 MOD 1	13.792	0
	R&D					GGB	10.01-CS-11221611-178	880	0
	R&D					GGB	10.02-CA-11272165-041 AMD #	28.119	0
	R&D					GGB	10.02-CR-11221611-248	114.870	0
	R&D					GGB	10.02-CS-11020700-026	11.142	0
	R&D					GGB	10.02-JV-11221602-145	44.400	0
	R&D					GGB	10.02-JV-11221617-223	16.875	0
	R&D					GGB	10.2002-30001-12127	553.787	0
	R&D					GGB	10.23-97-37-RJVA	1.187	0
	R&D					GGB	10.3547602	1.723	0
	R&D					GGB	10.3622002	36.627	0
	R&D					GGB	10.43-3AEU-2-80138	5.000	0
	R&D					GGB	10.68-6526-1-503	7.939	0
	R&D					GGB	10.68-7482-	11.636	0
	R&D					GGB	10.68-7482-0-591Y	10.716	0
	R&D					GGB	10.68-7482-1-789X AMEND. 1	2.582	0
	R&D					GGB	10.68-7482-2-31	39.994	0
	R&D					GGB	10.68-7482-2-43Y	2.739	0
	R&D					GGB	10.68-7482-2-44Y	30.940	0
	R&D					GGB	10.68-7482-2-46X	47.392	0
	R&D					GGB	10.RBS-00-11 AMEND 1	8	0
SUBTOTAL DIRECT FROM:								1,206.110	0
PASS-THROUGH PROGRAMS FROM:									
American Distance Educ Consortium (ADEC)									
	R&D					GGB	10.N0: 3.5/00	9.172	0
American Farmland Trust, Inc. (AFT)									
	R&D					GGB	10.3583602	5.540	0
University of California									
	R&D					GGB	10.9102-ETX AMD 17	10.791	0
University of California at Davis									
	R&D					GGB	10.00-01758X	15	0
Washington State University									
	R&D					GGB	10.G0001142	28	0
	R&D					GGB	10.G0001143	2,655	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								28,201	0
SUBTOTAL DEPARTMENT OF AGRICULTURE								1,234.311	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
ECONOMIC RESEARCH SERVICE, DEPARTMENT OF AGRICULTURE									
DIRECT FROM:									
ECONOMIC RESEARCH SERVICE, DEPARTMENT OF AGRICULTURE									
	R&D					GGB	10.43-3AEK-2-80081	4.490	0
	R&D					GGB	10.43-3AEK-2-80082	5.630	0
	R&D					GGB	10.43-3AEK-2-80106	15.000	0
	R&D					GGB	10.43-3AEK-2-80112	5.000	0
SUBTOTAL DIRECT FROM:								----- 30.120	----- 0
SUBTOTAL ECONOMIC RESEARCH SERVICE, DEPARTMENT OF AGRICULTURE								----- 30.120	----- 0
FOREIGN AGRICULTURAL SERVICE, DEPARTMENT OF AGRICULTURE									
DIRECT FROM:									
FOREIGN AGRICULTURAL SERVICE, DEPARTMENT OF AGRICULTURE									
	R&D			Scientific Cooperation and Research		GGB	10.58-3148-1-063	17.272	0
						GGB	10.961	17.534	0
SUBTOTAL DIRECT FROM:								----- 34.806	----- 0
SUBTOTAL FOREIGN AGRICULTURAL SERVICE, DEPARTMENT OF AGRICULTURE								----- 34.806	----- 0
FOREST SERVICE, DEPARTMENT OF AGRICULTURE									
DIRECT FROM:									
FOREST SERVICE, DEPARTMENT OF AGRICULTURE									
	R&D					GGB	10.00-CR-11221611-003	3,378,010	0
	R&D					GGB	10.01-CA-11120107-017	39,261	0
	R&D					GGB	10.01-CA-11130152-075 MOD.	104,859	0
	R&D					GGB	10.01-CR-11272137-143	4,951	0
	R&D					GGB	10.01-CS-11020000-027 MOD.	617	0
	R&D					GGB	10.01-CS-11020000-088 MOD.	60,595	0
	R&D					GGB	10.01-CS-11020600-041	5,406	0
	R&D					GGB	10.01-CS-11221616-074	68,212	0
	R&D					GGB	10.01-JV-11221607-120 AMEND	40,011	0
	R&D					GGB	10.01-JV-11221609-264	27,879	0
	R&D					GGB	10.01-JV-11221611-177 AMEND	22,635	0
	R&D					GGB	10.01-JV-11221611-217 AMEND	10,192	0
	R&D					GGB	10.01-JV-11221615-186	38,041	0
	R&D					GGB	10.01-JV-11221616-061 AMEND	33,889	0
	R&D					GGB	10.01-JV-11221616-158	325	0
	R&D					GGB	10.01-JV-11221617-278	2,707	0
	R&D					GGB	10.01-JV-11222048-209	2,222	0
	R&D					GGB	10.01-JV-11231300-080	5,436	0
	R&D					GGB	10.01-PA-11130149-235 MOD.	32,301	0
	R&D					GGB	10.02-CA-11272159-059	19,776	0
	R&D					GGB	10.02-CA-11272166-057 AMEND	28,438	0
	R&D					GGB	10.02-CS-11020300-021 MOD.	21,227	0
	R&D					GGB	10.02-CS-11020600-027	6,535	0
	R&D					GKA	10.02-CS-11021200-045	2,573	0
	R&D					GGB	10.02-CS-11031000-009 MOD.	21,954	0
	R&D					GGB	10.02-JV-11221609-212	17,764	0
	R&D					GGB	10.02-JV-11221610-025	(9,838)	0
	R&D					GGB	10.02-JV-11221616-275 AMD #	13,537	0
	R&D					GGB	10.02-JV-11221625-130	102,907	0
	R&D					GGB	10.02-JV-11221630-291	29,803	0
	R&D					GGB	10.02-JV-11222007-004	27,661	0
	R&D					GGB	10.02-JV-11222074-078	11,800	0
	R&D					GGB	10.02-JV-11272137-032	27,453	0
	R&D					GGB	10.03-7403-0425(CA)03-1	34,470	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.



STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY				NONCASH	STATE <sup>1</sup>	DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY				INDICATOR	AGENCY	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)					CFDA / OTHER ID NUMBER		
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)							
PROGRAM NAME							
R&D				GGB	10.03-CA-11120101-009	3,753	0
R&D				GGB	10.03-CS-11020000-025	9,733	0
R&D				GGB	10.03-CS-11020600-013	2,890	0
R&D				GGB	10.03-JV-11221607-116	7,779	0
R&D				GGB	10.03-JV-11221610-065	13,517	0
R&D				GGB	10.03-JV-11221616-093	1,943	0
R&D				GGB	10.3643302	11,697	0
Forestry Research				GFB	10.652	137,355	0
Forestry Research				GFC	10.652	7,836	0
Forestry Research				GFD	10.652	7,448	0
Forestry Research				GGB	10.652	5,721,979	0
Rural Development, Forestry and Communities				GFD	10.672	36,019	0
R&D				GGB	10.PNW 01-JV-11261955-228	53	0
R&D				GGB	10.PNW 01-JV-11261988-056	6,197	0
R&D				GLA	10.RMRS-98121-RJVA	20	0
R&D				GLA	10.RMRS-98158-RJVA	358	0
SUBTOTAL DIRECT FROM:						10,202,186	0
PASS-THROUGH PROGRAMS FROM:							
University of Montana							
Forestry Research				GGB	10.652 / 10.PG-4472-01 AMEND. 3	30,619	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:						30,619	0
SUBTOTAL FOREST SERVICE, DEPARTMENT OF AGRICULTURE						10,232,805	0
NATURAL RESOURCES CONSERVATION SERVICE, DEPARTMENT OF AGRICULTURE							
DIRECT FROM:							
NATURAL RESOURCES CONSERVATION SERVICE, DEPARTMENT OF AGRICULTURE							
Soil and Water Conservation				GGB	10.902	1	0
SUBTOTAL DIRECT FROM:						1	0
SUBTOTAL NATURAL RESOURCES CONSERVATION SERVICE, DEPARTMENT OF AGRICULTURE						1	0
SUBTOTAL DEPARTMENT OF AGRICULTURE						22,541,290	1,811,882
-----							
DEPARTMENT OF COMMERCE							
ECONOMIC DEVELOPMENT ADMINISTRATION, DEPARTMENT OF COMMERCE							
DIRECT FROM:							
ECONOMIC DEVELOPMENT ADMINISTRATION, DEPARTMENT OF COMMERCE							
Economic Development: Support for Planning Organizations				GGB	11.302	58,274	0
Economic Development: Technical Assistance				GFB	11.303	43,030	31,438
Trade Adjustment Assistance				GFB	11.313	585,162	219,032
SUBTOTAL DIRECT FROM:						686,466	250,470
SUBTOTAL ECONOMIC DEVELOPMENT ADMINISTRATION, DEPARTMENT OF COMMERCE						686,466	250,470

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		NONCASH	STATE <sup>1</sup>		DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY		INDICATOR	AGENCY	CFDA / OTHER ID NUMBER	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME						
INTERNATIONAL TRADE ADMINISTRATION, DEPARTMENT OF COMMERCE						
DIRECT FROM:						
INTERNATIONAL TRADE ADMINISTRATION, DEPARTMENT OF COMMERCE						
Export Promotion Market Development Cooperation		GFB	11.112		70.092	0
SUBTOTAL DIRECT FROM:					70.092	0
SUBTOTAL INTERNATIONAL TRADE ADMINISTRATION, DEPARTMENT OF COMMERCE					70.092	0
NATIONAL INSTITUTE OF STANDARDS AND TECHNOLOGY, DEPARTMENT OF COMMERCE						
DIRECT FROM:						
NATIONAL INSTITUTE OF STANDARDS AND TECHNOLOGY, DEPARTMENT OF COMMERCE						
R&D		GLA	11.43RANB081993		11,486	0
Measurement and Engineering Research and Standards		GFB	11.609		4,932,974	0
Measurement and Engineering Research and Standards		GFC	11.609		40,884	0
Measurement and Engineering Research and Standards		GFD	11.609		28,322	0
Measurement and Engineering Research and Standards		GFE	11.609		34,218	0
Measurement and Engineering Research and Standards		GGB	11.609		32,006	0
Measurement and Engineering Research and Standards		GLA	11.609 / 11.70NANB2H0092		143,033	0
Advanced Technology Program		GFB	11.612		145,700	0
R&D		GLA	11. IPA # 2103		38,641	0
R&D		GLA	11. IPA # 3007		6,557	0
R&D		GLA	11.RA1341-02-2B-2035		3	0
R&D		GLA	11.VARIOUS AWARDS		117,036	0
SUBTOTAL DIRECT FROM:					5,530,860	0
PASS-THROUGH PROGRAMS FROM:						
ITN ENERGY SYSTEMS, INC.						
Advanced Technology Program		GFB	11.612 / 11.70NANBOH3025		(21,108)	0
Advanced Technology Program		GLA	11.612 / 11.70NANBOH3025		86,002	0
MID-AMERICA MANUFACTURING TECHNOLOGY CENTER						
Measurement and Engineering Research and Standards		GFB	11.609 / 11.OCG4541B		363,775	393
Measurement and Engineering Research and Standards		GFB	11.609 / 11.PENDING5185		419,432	892
PROGENITOR INC						
Advanced Technology Program		GFB	11.612 / 11.ATP		33	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:					848,134	1,285
SUBTOTAL NATIONAL INSTITUTE OF STANDARDS AND TECHNOLOGY, DEPARTMENT OF COMMERCE					6,378,994	1,285
NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION, DEPARTMENT OF COMMERCE						
DIRECT FROM:						
NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION, DEPARTMENT OF COMMERCE						
Geodetic Surveys and Services (Geodesy and Applications of the National Geodetic Reference System)		GGB	11.400		(427)	0
Coastal Zone Management Estuarine Research Reserves		GFB	11.420		18,407	0
Climate and Atmospheric Research		GFB	11.431		236,723	2,108
Climate and Atmospheric Research		GFD	11.431		96,296	0
Office of Oceanic and Atmospheric Research (OAR) Joint and Cooperative Institutes		GFB	11.432		19,710,840	22,600
Office of Oceanic and Atmospheric Research (OAR) Joint and Cooperative Institutes		GGB	11.432		8,094,561	0
Marine Mammal Data Program		GGB	11.439		61,486	0
Environmental Sciences, Applications, Data, and Education		GFB	11.440		16,653	0
Independent Education and Science Projects and Programs		GFB	11.449		69,711	41,367
Special Oceanic and Atmospheric Projects		GFB	11.460		49,789	0
R&D		GGB	11.NA17RJ1228		109,998	0
R&D		GGB	11.NA17RJ1228 #10		42,587	0
R&D		GGB	11.NA17RJ1228, AMENDMENT #7		65,666	0
SUBTOTAL DIRECT FROM:					28,572,290	66,075

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY						
MAJOR SUBDIVISION OF FEDERAL AGENCY						
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS	
PASS-THROUGH PROGRAMS FROM:						
ENVIRONMENTAL RESEARCH INSTITUTE OF MICHIGAN						
Office of Oceanic and Atmospheric Research (OAR) Joint and Cooperative Institutes		GFB	11.432 / 11.3543455C	5,724	0	
TEXAS A&M RESEARCH FOUNDATION						
Marine Mammal Data Program		GFB	11.439 / 11.S020063	42,174	0	
UCAR-NCAR-COMET Atmospheric Tech. Divis.						
Geodetic Surveys and Services (Geodesy and Applications of the National Geodetic Reference System)		GGB	11.400 / 11.S00-19126	31,791	0	
R&D		GGB	11.S02-38660 MOD M1-03	31,648	0	
UNIVERSITY OF ALASKA						
Undersea Research		GFB	11.430 / 11.FJ300291	11,858	0	
Undersea Research		GFB	11.430 / 11.UAF 00-0063	38,780	0	
Climate and Atmospheric Research		GFB	11.431 / 11.UAF00-0088/FP100948	9	0	
				161,984	0	
SUBTOTAL PASS-THROUGH PROGRAMS FROM:						
SUBTOTAL NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION, DEPARTMENT OF COMMERCE				28,734,274	66,075	
NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION, NATIONAL WEATHER SERVICE, DEPARTMENT OF COMMERCE						
PASS-THROUGH PROGRAMS FROM:						
UNIVERSITY CORP. FOR ATMOSPHERIC RESEARCH						
Hydrologic Research		GFD	11.462 / 11.S01-24239	3,077	0	
				3,077	0	
SUBTOTAL PASS-THROUGH PROGRAMS FROM:						
SUBTOTAL NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION, NATIONAL WEATHER SERVICE, DEPARTMENT OF COMMERCE				3,077	0	
SUBTOTAL DEPARTMENT OF COMMERCE				35,872,903	317,830	
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DEPARTMENT OF DEFENSE						
AIR FORCE OFFICE OF SCIENTIFIC RESEARCH, HQ AIR FORCE MATERIAL COMMAND, DEPARTMENT OF THE AIR FORCE, DEPARTMENT OF DEFENSE						
DIRECT FROM:						
AIR FORCE OFFICE OF SCIENTIFIC RESEARCH, HQ AIR FORCE MATERIAL COMMAND, DEPARTMENT OF THE AIR FORCE, DEPARTMENT OF DEFENSE						
Air Force Defense Research Sciences Program		GFB	12.800	2,674,430	0	
Air Force Defense Research Sciences Program		GGB	12.800	95,492	0	
R&D		GLA	12.F29601-02-C-0222	74,993	0	
R&D		GLA	12.F41624-02-C-8085	180,925	153,743	
R&D		GLA	12.F49620-02-1-0152	101,698	0	
				3,127,538	153,743	
SUBTOTAL DIRECT FROM:						
PASS-THROUGH PROGRAMS FROM:						
ALD NANOSOLUTIONS, INC.						
Air Force Defense Research Sciences Program		GFB	12.800 / 12.OCG4477B	68,102	0	
CALIFORNIA INSTITUTE OF TECHNOLOGY						
Air Force Defense Research Sciences Program		GFB	12.800 / 12.1022229	160,277	0	
Air Force Defense Research Sciences Program		GFB	12.800 / 12.1046925	25,827	0	
CHARLES STARK DRAPER LAB						
Air Force Defense Research Sciences Program		GFB	12.800 / 12.DL-H-526724	(6,142)	0	
DISPLAYTECH						
Air Force Defense Research Sciences Program		GFB	12.800 / 12.OCG4492B	24,762	0	
FOSTER-MILLER, INC.						
Air Force Defense Research Sciences Program		GFB	12.800 / 12.SUB1-00032	21,055	0	
HONEYWELL INTERNATIONAL, INC.						
Air Force Defense Research Sciences Program		GFB	12.800 / 12.PO B09060056	(43,889)	0	
INNOVATIVE SCIENTIFIC SOLUTION						
R&D		GLA	12.F33615-99-C-2904	8,924	0	

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY						
MAJOR SUBDIVISION OF FEDERAL AGENCY						
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS	
ISSI						
R&D		GLA	12.F33615-01-C-2126	64,350	0	
LEFT HAND DESIGN CORP						
Air Force Defense Research Sciences Program		GFB	12.800 / 12.01-890	28,934	0	
METACOMP TECHNOLOGIES, INC.						
Air Force Defense Research Sciences Program		GFB	12.800 / 12.OCG4295B	(8,141)	0	
MILTEC CORPORATION						
Air Force Defense Research Sciences Program		GFB	12.800 / 12.MILTEC-02-C-0012	63,399	0	
NORTHWESTERN UNIVERSITY						
Air Force Defense Research Sciences Program		GFB	12.800 / 12.0650300F416427	164,150	0	
Air Force Defense Research Sciences Program		GLA	12.800 / 12.F49620-01-1-0529	75,223	0	
PARSONS ENGINEERING SCIENCE						
R&D		GLA	12.F41624-00-D-8024T024	89,239	0	
QEI TECHNOLOGIES, INC						
Air Force Defense Research Sciences Program		GFB	12.800 / 12.1101	485	0	
Air Force Defense Research Sciences Program		GFB	12.800 / 12.PO# A100	19	0	
ROCKWELL SCIENCE CENTER						
Air Force Defense Research Sciences Program		GFB	12.800 / 12.B1U408058	(31,515)	0	
Air Force Defense Research Sciences Program		GFB	12.800 / 12.BOU431587	8,045	0	
STARSYS RESEARCH						
Air Force Defense Research Sciences Program		GFB	12.800 / 12.PO 19466	15,472	0	
SUPERCONDUCTING CORE TECHNOLOGIES INC						
Air Force Defense Research Sciences Program		GFB	12.800 / 12.SCT-OCG2053B	1	0	
State University of New York						
Air Force Defense Research Sciences Program		GGB	12.800 / 12.R180709	1,876	0	
UNIVERSITIES SPACE RESEARCH ASSOCIATION						
Air Force Defense Research Sciences Program		GFB	12.800 / 12.02500-0001-002/004	8,890	0	
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				739,343	0	
SUBTOTAL AIR FORCE OFFICE OF SCIENTIFIC RESEARCH, HQ AIR FORCE MATERIAL COMMAND, DEPARTMENT OF THE AIR FORCE, DEPARTMENT OF DEFENSE				3,866,881	153,743	
AVIATION APPLIED TECHNOLOGY DIRECTORATE (AATD), AVIATION AND TROOP COMMAND (ATCOM), DEPARTMENT OF THE ARMY, DEPARTMENT OF DEFENSE						
PASS-THROUGH PROGRAMS FROM:						
COMCEPT, INC						
Integrated Helicopter Design Tools		GFB	12.640 / 12.UC-001	40,000	0	
GEORGE WASHINGTON UNIVERSITY						
Integrated Helicopter Design Tools		GFB	12.640 / 12.01-S14	15,272	0	
HONEYWELL INTERNATIONAL, INC.						
Integrated Helicopter Design Tools		GFB	12.640 / 12.PENDING6674	40,000	0	
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				95,272	0	
SUBTOTAL AVIATION APPLIED TECHNOLOGY DIRECTORATE (AATD), AVIATION AND TROOP COMMAND (ATCOM), DEPARTMENT OF THE ARMY, DEPARTMENT OF DEFENSE				95,272	0	
DEFENSE ADVANCED RESEARCH PROJECTS AGENCY, DEPARTMENT OF DEFENSE						
DIRECT FROM:						
DEFENSE ADVANCED RESEARCH PROJECTS AGENCY, DEPARTMENT OF DEFENSE						
Research & Technology Development		GFB	12.910	787,467	31,923	
Research & Technology Development		GGB	12.910	213,037	0	
Research & Technology Development		GKA	12.910 / 12.F4162295P6236	796	0	
Research & Technology Development		GLA	12.910 / 12.MDA972-01-1-0041	133,835	0	
R&D		GLA	12.MDA972-03-1-0017	62,670	0	
SUBTOTAL DIRECT FROM:				1,197,805	31,923	

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
PASS-THROUGH PROGRAMS FROM:					
AGILENT TECHNOLOGIES		GFB	12.910 / 12.N39998-01-3-0001	515,448	0
Research & Technology Development					
ALION SCIENCE AND TECHNOLOGY		GFE	12.910 / 12.241-0-6200-441-007	(1,621)	0
Research & Technology Development					
CALIFORNIA INSTITUTE OF TECHNOLOGY		GFB	12.910 / 12.PC249804	97,040	0
Research & Technology Development					
COLUMBIA UNIVERSITY		GFB	12.910 / 12.PO#530413	387,060	0
Research & Technology Development					
GIT-Georgia Institute of Technology		GGB	12.910 / 12.E-21-F89-G1 AMEND 2	81,079	0
Research & Technology Development					
ITN ENERGY SYSTEMS INC.		GLA	12.DAAD16-02-C-0031	197,905	0
R&D					
ITN ENERGY SYSTEMS, INC.		GFB	12.910 / 12.OCG4107B	(64)	0
Research & Technology Development					
MONTANA STATE UNIVERSITY		GFB	12.910 / 12.GC061-03-Z3029	42,651	0
Research & Technology Development					
PERCEP TEK, INC.		GLA	12.DAAH01-03-C-R059	25,000	0
R&D					
SCIENCE APPLICATIONS INTERNATIONAL CORP		GFB	12.911 / 12.4400025218	114,145	0
Defense Technology Conversion, Reinvestment, & Transition Assistance					
SRD COMPANY		GLA	12.NOT GIVEN	64,912	0
R&D					
TEXAS A&M UNIVERSITY		GFB	12.910 / 12.53441	7,265	0
Research & Technology Development					
TRW CORP.		GFB	12.910 / 12.90766ARA6S	(5,443)	0
Research & Technology Development					
UNIVERSITY OF TEXAS AT DALLAS		GFB	12.910 / 12.SC 02-10	91,928	0
Research & Technology Development					
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				----- 1,617,305	----- 0
SUBTOTAL DEFENSE ADVANCED RESEARCH PROJECTS AGENCY, DEPARTMENT OF DEFENSE				----- 2,815,110	----- 31,923
DEPARTMENT OF ARMY U.S. ARMY RESEARCH AND MATERIAL COMMAND, DEPARTMENT OF DEFENSE					
DIRECT FROM:					
DEPARTMENT OF ARMY U.S. ARMY RESEARCH AND MATERIAL COMMAND, DEPARTMENT OF DEFENSE					
Military Medical Research & Development		GFB	12.420	380,153	38,962
Military Medical Research & Development		GFE	12.420	2,394,925	0
Military Medical Research & Development		GGB	12.420	229,116	9,574
SUBTOTAL DIRECT FROM:				----- 3,004,194	----- 48,536
SUBTOTAL DEPARTMENT OF ARMY U.S. ARMY RESEARCH AND MATERIAL COMMAND, DEPARTMENT OF DEFENSE				----- 3,004,194	----- 48,536
DEPARTMENT OF DEFENSE					
DIRECT FROM:					
DEPARTMENT OF DEFENSE					
R&D		GGB	12.DAAD19-01-2-0018	821,077	103,646
R&D		GGB	12.DAAD19-02-1-0197	81,983	0
R&D		GGB	12.DAAD19-02-2-0005	938,382	21,125
R&D		GLA	12.DACA72-02-C-0012	166,956	0
R&D		GLA	12.DACA72-02-C-0019	190,338	0
R&D		GLA	12.DACA72-02-P-0051	30,906	0
R&D		GGB	12.DACH42-03-C-0004	326,917	0
R&D		GGB	12.DAMD17-01-1-1024	197,825	0
R&D		GGB	12.DAMD17-02-1-0347	67,756	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
R&D		GGB	12.DAMD17-02-2-0008 TO 2002	63,432	0
R&D		GLA	12.DAMD17-02-P-0333	34,823	0
R&D		GGB	12.DAPC49-02-D-0002 DO 00	226,752	0
R&D		GGB	12.IPA - TED S. RICHAN	86,942	0
R&D		GGB	12.N00014-02-1-0394	4,753	0
SUBTOTAL DIRECT FROM:				3,238,842	124,771
PASS-THROUGH PROGRAMS FROM:					
AMC Cancer Research Center					
R&D		GGB	12.5-32368-5123	38,372	0
INNOVATEK, INC.					
R&D		GLA	12.DAAD05-99-D-7014	(849)	0
Idris Communications					
R&D		GGB	12.2404103	20,000	0
ROLLS-ROYCE CORPORATION					
R&D		GLA	12.N00019-02-C-3003	79,858	0
SPONSOR NAME NOT FOUND FOR YCAM09 **					
R&D		GGB	12.3656002	416	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				137,797	0
SUBTOTAL DEPARTMENT OF DEFENSE				3,376,639	124,771
NATIONAL SECURITY AGENCY, DEPARTMENT OF DEFENSE					
DIRECT FROM:					
NATIONAL SECURITY AGENCY, DEPARTMENT OF DEFENSE					
Language Grant Program					
		GFB	12.900	42,534	0
Information Security Grant Program					
		GFB	12.902	217,933	0
Information Security Grant Program					
		GFC	12.902	153,292	0
SUBTOTAL DIRECT FROM:				413,759	0
PASS-THROUGH PROGRAMS FROM:					
UNIVERSITY OF VIRGINIA					
Mathematical Sciences Grants Program					
		GFB	12.901 / 12.GG10060-112884	417	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				417	0
SUBTOTAL NATIONAL SECURITY AGENCY, DEPARTMENT OF DEFENSE				414,176	0
OFFICE OF NAVAL RESEARCH, DEPARTMENT OF THE NAVY					
DIRECT FROM:					
OFFICE OF NAVAL RESEARCH, DEPARTMENT OF THE NAVY					
Basic & Applied Scientific Research					
		GFB	12.300	5,962,112	945,524
Basic & Applied Scientific Research					
		GFD	12.300	52,438	97,120
Basic & Applied Scientific Research					
		GFE	12.300	2,948,239	0
Basic & Applied Scientific Research					
		GGB	12.300	843,321	0
Basic & Applied Scientific Research					
		GLA	12.300 / 12.N00014-01-1-0929	5,906	0
Basic & Applied Scientific Research					
		GLA	12.300 / 12.N00014-02-1-0665	260,878	599,000
Basic & Applied Scientific Research					
		GLA	12.300 / 12.N00014-94-1-0694	119,136	0
Basic & Applied Scientific Research					
		GLA	12.N00167-02-M-0661	22,715	0
R&D		GLA	12.N00244-02-P1604	9,559	0
R&D		GLA	12.N00244-02-P1604	9,559	0
SUBTOTAL DIRECT FROM:				10,224,304	1,641,644
PASS-THROUGH PROGRAMS FROM:					
BAE SYSTEMS					
Basic & Applied Scientific Research					
		GFB	12.300 / 12.RL8702	20,101	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
JOHNS HOPKINS UNIVERSITY Basic & Applied Scientific Research		GFB	12.300 / 12.849593	61.111	0
MASSACHUSETTS GENERAL HOSPITAL Basic & Applied Scientific Research		GFE	12.300 / 12.N00173-01-1-G011	167.301	0
NANOENGINEERING CORP Basic & Applied Scientific Research		GFB	12.300 / 12.OCG4449B	14.952	0
SAN DIEGO STATE UNIVERSITY FOUNDATION Basic & Applied Scientific Research		GFB	12.300 / 12.D.O.#0072	154.427	0
Basic & Applied Scientific Research		GFB	12.300 / 12.DELIVERY ORDER 0054	(397)	0
STERLING SEMICONDUCTOR, INC. Basic & Applied Scientific Research		GFB	12.300 / 12.AGREEMENT1815	(75.939)	0
TDA RESEARCH INC. Basic & Applied Scientific Research		GFB	12.300 / 12.#CU-TDA02.1	150.291	0
Basic & Applied Scientific Research		GFB	12.300 / 12.N00014-01-M-0036	(3.338)	0
UNIVERSITY OF CALIFORNIA BERKLEY Basic & Applied Scientific Research		GFB	12.300 / 12.SA2832-25624	7.223	0
Basic & Applied Scientific Research		GFB	12.300 / 12.SA3212	66.821	0
UNIVERSITY OF IDAHO Basic & Applied Scientific Research		GFD	12.300 / 12.BHK367-01-A	8.363	0
UNIVERSITY OF NEBRASKA LINCOLN Basic & Applied Scientific Research		GFB	12.300 / 12.25-1109-0041-002	8.707	0
UNIVERSITY OF WISCONSIN Basic & Applied Scientific Research		GFB	12.300 / 12.G066990	47.323	0
Basic & Applied Scientific Research		GFE	12.300 / 12.UWISC # V169610	106.061	0
UTAH STATE UNIVERSITY Basic & Applied Scientific Research		GFB	12.300 / 12.CO19252	236.621	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				969.628	0
SUBTOTAL OFFICE OF NAVAL RESEARCH, DEPARTMENT OF THE NAVY				11,193.932	1,641.644
OFFICE OF THE CHIEF OF ENGINEERS, DEPARTMENT OF THE ARMY, DEPARTMENT OF DEFENSE					
DIRECT FROM:					
OFFICE OF THE CHIEF OF ENGINEERS, DEPARTMENT OF THE ARMY, DEPARTMENT OF DEFENSE Collaborative Research & Development		GFB	12.114	905.587	248.314
SUBTOTAL DIRECT FROM:				905.587	248.314
PASS-THROUGH PROGRAMS FROM:					
ASTRALUX INCORPORATED Collaborative Research & Development		GFB	12.114 / 12.A10001	627	0
CDM OPTICS Collaborative Research & Development		GFB	12.114 / 12.OCG4321B	40.408	0
MATERIALS RESEARCH SOURCE LLC Collaborative Research & Development		GFB	12.114 / 12.P.O.#A100	225	0
SYSTINE INC. Collaborative Research & Development		GFB	12.114 / 12.A102	(603)	0
UNIVERSITY OF OREGON Collaborative Research & Development		GFB	12.114 / 12.235751A	43.370	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				84.027	0
SUBTOTAL OFFICE OF THE CHIEF OF ENGINEERS, DEPARTMENT OF THE ARMY, DEPARTMENT OF DEFENSE				989.614	248.314

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
OFFICE OF THE SECRETARY OF DEFENSE, DEPARTMENT OF DEFENSE					
DIRECT FROM:					
OFFICE OF THE SECRETARY OF DEFENSE, DEPARTMENT OF DEFENSE					
Basic, Applied, & Advanced Research in Science and Engineering		GFB	12.630	867,451	142,114
Basic, Applied, & Advanced Research in Science and Engineering		GFC	12.630	162,933	0
Basic, Applied, & Advanced Research in Science and Engineering		GGB	12.630	4,278	0
				-----	-----
SUBTOTAL DIRECT FROM:				1,034,662	142,114
PASS-THROUGH PROGRAMS FROM:					
LOCKHEED MARTIN					
Basic, Applied, & Advanced Research in Science and Engineering		GFC	12.630 / 12.PO#RH7-129182	(866)	0
MONTANA STATE UNIVERSITY					
Basic, Applied, & Advanced Research in Science and Engineering		GFB	12.630 / 12.GC102-03-Z2761	5,168	0
NORTHROP GRUMMAN					
Basic, Applied, & Advanced Research in Science and Engineering		GFB	12.630 / 12.92372DGM3S	40,404	0
NORTHWESTERN UNIVERSITY					
Basic, Applied, & Advanced Research in Science and Engineering		GFB	12.630 / 12.0650300F416427	32,500	0
WYLE LABORATORIES					
Basic, Applied, & Advanced Research in Science and Engineering		GFB	12.630 / 12.PO 19035.0D.31-369S	40,068	0
				-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				117,274	0
				-----	-----
SUBTOTAL OFFICE OF THE SECRETARY OF DEFENSE, DEPARTMENT OF DEFENSE				1,151,936	142,114
U.S. ARMY RESEARCH OFFICE, U.S. ARMY MATERIAL COMMAND					
DIRECT FROM:					
U.S. ARMY RESEARCH OFFICE, U.S. ARMY MATERIAL COMMAND					
Basic Scientific Research		GFB	12.431	410,976	23,307
Basic Scientific Research		GFC	12.431	20,017	20,892
Basic Scientific Research		GGB	12.431	472,260	6,292
Basic Scientific Research		GLA	12.431 / 12.DAAD19-01-1-0749	3,639	0
R&D		GLA	12.DAAD19-01-1-0375	84,413	0
R&D		GLA	12.DAAD19-01-1-0377	86,424	0
R&D		GLA	12.DAAD19-01-1-0590	152,789	0
R&D		GLA	12.DAAD19-02-1-0221	75,441	0
R&D		GLA	12.DAAD19-99-1-0195	21,325	0
				-----	-----
SUBTOTAL DIRECT FROM:				1,327,284	50,491
PASS-THROUGH PROGRAMS FROM:					
ABLE ENGINEERING COMPANY, INC.					
Basic Scientific Research		GFB	12.431 / 12.27289	26,267	0
ACADEMY OF APPLIED SCIENCES					
Basic Scientific Research		GFC	12.431 / 12.03-072, 03-073	1,015	0
AERONAUTICAL INCORPORATED					
Basic Scientific Research		GFB	12.431 / 12.147887	103,078	0
APC-Academy of Applied Science					
R&D		GGB	12.03-006, 03-007, 03-008	2,859	0
CERADYNE INC.					
Basic Scientific Research		GFB	12.431 / 12.17559	22	0
Basic Scientific Research		GFB	12.431 / 12.PO# 23881	101,868	0
HIGH PERFORMANCE TECH, INC.					
Basic Scientific Research		GFB	12.431 / 12.HPTI-PET-2001-012	35,073	0
ITN ENERGY SYSTEMS, INC.					
Basic Scientific Research		GFB	12.431 / 12.PO#021-1661	21,000	0
OREGON STATE UNIVERSITY					
Basic Scientific Research		GFB	12.431 / 12.RM020A-01	(169)	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.



STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
	TDA RESEARCH INC.								
	Basic Scientific Research					GFB	12.431 / 12.CU-TDA02.2	70,845	0
	Basic Scientific Research					GFB	12.431 / 12.OCG4402B	(68)	0
	UNIVERSITY OF CALIFORNIA AT SANTA BARBARA								
	Basic Scientific Research					GFB	12.431 / 12.KK0124	309,171	0
	UNIVERSITY OF RHODE ISLAND								
	Basic Scientific Research					GLA	12.431 / 12.DACA72-01-C-0013	64,722	0
	SUBTOTAL PASS-THROUGH PROGRAMS FROM:							735,683	0
	SUBTOTAL U.S. ARMY RESEARCH OFFICE, U.S. ARMY MATERIAL COMMAND							2,062,967	50,491
	SUBTOTAL DEPARTMENT OF DEFENSE							28,970,721	2,441,536
-----									
	DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT								
	COMMUNITY PLANNING AND DEVELOPMENT, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT								
	PASS-THROUGH PROGRAMS FROM:								
	CITY OF AURORA								
	Community Development Block Grants/Small Cities Program					GFE	14.219 / 14.B-98-SP-CO-0062	115,586	0
	SUBTOTAL PASS-THROUGH PROGRAMS FROM:							115,586	0
	SUBTOTAL COMMUNITY PLANNING AND DEVELOPMENT, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT							115,586	0
	OFFICE OF FAIR HOUSING AND EQUAL OPPORTUNITY, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT								
	PASS-THROUGH PROGRAMS FROM:								
	THE ENTERPRISE FOUNDATION								
	Fair Housing Initiatives Program (FHIP) Education and Outreach Initiative					GFD	14.409 / 14.02-024-98-PJ	5,037	0
	SUBTOTAL PASS-THROUGH PROGRAMS FROM:							5,037	0
	SUBTOTAL OFFICE OF FAIR HOUSING AND EQUAL OPPORTUNITY, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT							5,037	0
	OFFICE OF POLICY DEVELOPMENT AND RESEARCH, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT								
	DIRECT FROM:								
	OFFICE OF POLICY DEVELOPMENT AND RESEARCH, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT								
	Early Doctoral Student Research Grants					GFD	14.517	3,200	0
	SUBTOTAL DIRECT FROM:							3,200	0
	SUBTOTAL OFFICE OF POLICY DEVELOPMENT AND RESEARCH, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT							3,200	0
	SUBTOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT							123,823	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
DEPARTMENT OF THE INTERIOR					
BUREAU OF INDIAN AFFAIRS, DEPARTMENT OF THE INTERIOR					
DIRECT FROM:					
BUREAU OF INDIAN AFFAIRS, DEPARTMENT OF THE INTERIOR R&D		GLA	15.CMK00000003	141,773	0
SUBTOTAL DIRECT FROM:				141,773	0
SUBTOTAL BUREAU OF INDIAN AFFAIRS, DEPARTMENT OF THE INTERIOR				141,773	0
BUREAU OF LAND MANAGEMENT, DEPARTMENT OF THE INTERIOR					
DIRECT FROM:					
BUREAU OF LAND MANAGEMENT, DEPARTMENT OF THE INTERIOR R&D		GGB	15.1422 C950A80010 T014	5,513	0
R&D		GGB	15.1422 C950A80010 T017	609	0
R&D		GGB	15.1422 C950A80010 T018	561	0
R&D		GGB	15.1422 C950A80010 T022 M03	18,836	0
R&D		GGB	15.1422 C950A80010 T022 M04	3,669	0
R&D		GGB	15.1422 C950A80010 T024	11,200	0
R&D		GGB	15.1422 C950A80010 T025 M01	244	0
R&D		GGB	15.1422 C950A80010 T026	10,000	0
R&D		GGB	15.1422 C950A80010 T027	12,999	0
R&D		GGB	15.1422 C950A80010 T028	8,900	0
R&D		GGB	15.1422 C950A80010 T029 M01	10,219	0
R&D		GGB	15.1422 C950A80024 T02 MOD.	12,306	0
R&D		GKA	15.1422 CAA020007	4,174	0
Cooperative Inspection Agreements with States & Tribes		GFB	15.222	(6,999)	0
Recreation Resource Management		GFB	15.225	6,999	0
R&D		GGB	15.JSA001013 TASK ORDER #	49,090	0
R&D		GGB	15.JSA001013 TASK ORDER 2	104,649	0
R&D		GGB	15.JSA001013 TASK ORDER 3	21,383	0
R&D		GGB	15.JSA001013, TASK ORDER 1	132,042	0
SUBTOTAL DIRECT FROM:				406,394	0
PASS-THROUGH PROGRAMS FROM:					
MONTANA STATE UNIVERSITY Cultural Resource Management		GFB	15.224 / 15.GC171-02-Z1138	4,995	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				4,995	0
SUBTOTAL BUREAU OF LAND MANAGEMENT, DEPARTMENT OF THE INTERIOR				411,389	0
BUREAU OF RECLAMATION, DEPARTMENT OF THE INTERIOR					
DIRECT FROM:					
BUREAU OF RECLAMATION, DEPARTMENT OF THE INTERIOR R&D		GGB	15.0-FC-40-08910	27,426	0
R&D		GGB	15.0-FC-40-08910 MOD 17	3,494	0
R&D		GGB	15.0-FC-40-08910 MOD 25	15,185	0
R&D		GGB	15.0-FC-40-08910 MOD 30	944	0
R&D		GGB	15.0-FC-40-08910, MOD. 17	3,928	0
R&D		GGB	15.00-FC-81-0213	100,142	0
R&D		GGB	15.01-FC-40-5610	41,283	0
R&D		GGB	15.01-FC-40-5720	9,451	0
R&D		GLA	15.01-FC-81-0738	53,647	0
R&D		GGB	15.02-FC-32-0060 MOD. 001	50,459	0
R&D		GGB	15.02-FC-40-6130	52,278	0
R&D		GGB	15.02-FC-40-6130 MOD. 003	409,400	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		NONCASH	STATE <sup>1</sup>		DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY		INDICATOR	AGENCY	CFDA / OTHER ID NUMBER	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME						
R&D			GGB	15.02-FC-81-0820	166.619	0
R&D			GGB	15.1425-5-FC-81-20350	0	10.992
R&D			GGB	15.3-FC-40-14460 MOD. 017	51.177	0
Water Reclamation and Reuse Program			GFB	15.504	749.129	0
Water Reclamation and Reuse Program			GLA	15.504 / 15.WRF-02-0001	93.978	0
R&D			GGB	15.7-FC-40-20500 MOD #012	199.781	0
R&D			GGB	15.8-FC-CU-CS020 MOD. 004	22.399	0
R&D			GGB	15.98-FC-40-0370 MOD. 008	36.521	0
R&D			GGB	15.98-FC-40-0440	4.274	0
R&D			GGB	15.99-FC-40-2670 MOD #5	7.319	0
R&D			GGB	15.99-FC-60-12140	39.080	0
R&D			GGB	15.CA 00-FC-81-0202 MOD. 3	63.541	0
R&D			GGB	15.CA99-FG-81-0164	(21.910)	0
R&D			GGB	15.IPA00RA810007	(6.021)	0
SUBTOTAL DIRECT FROM:					2,173.524	10.992
SUBTOTAL BUREAU OF RECLAMATION, DEPARTMENT OF THE INTERIOR					2,173.524	10.992
DEPARTMENT OF THE INTERIOR						
DIRECT FROM:						
DEPARTMENT OF THE INTERIOR						
R&D			GGB	15.02-FC-CU-CS030 MOD. 1	12.649	0
R&D			GGB	15.CA 1200-99-009 CSU-30, C	99	0
R&D			GGB	15.CA238099001 TO # 01-20	2.688	0
SUBTOTAL DIRECT FROM:					15.436	0
PASS-THROUGH PROGRAMS FROM:						
National Fish and Wildlife Foundation						
R&D			GGB	15.2001-0030-015	1.869	0
TEXAS A&M UNIVERSITY						
Unclassified Grants and Contracts						
			GFB	15.000 / 15.S020055	8.427	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:					10.296	0
SUBTOTAL DEPARTMENT OF THE INTERIOR					25.732	0
GEOLOGICAL SURVEY, DEPARTMENT OF THE INTERIOR						
DIRECT FROM:						
GEOLOGICAL SURVEY, DEPARTMENT OF THE INTERIOR						
Assistance to State Water Resources Research Institutes						
			GFB	15.805	496.979	0
Assistance to State Water Resources Research Institutes						
			GGB	15.805	96.232	106.802
Earthquake Hazards Reduction Program						
			GFB	15.807	67.399	0
U.S. Geological Survey: Research & Data Acquisition						
			GFB	15.808	170.716	0
U.S. Geological Survey: Research & Data Acquisition						
			GFE	15.808	14.267	0
U.S. Geological Survey: Research & Data Acquisition						
			GGB	15.808	1,704.192	0
U.S. Geological Survey: Research & Data Acquisition						
			GLA	15.808 / 15.00CRAG0006	43.340	0
U.S. Geological Survey: Research & Data Acquisition						
			GLA	15.808 / 15.02WRAG0015	96.849	0
U.S. Geological Survey: Research & Data Acquisition						
			GKA	15.808 / 15.16USC742 & 02CRAG0009	49.854	0
SUBTOTAL DIRECT FROM:					2,739.828	106.802
PASS-THROUGH PROGRAMS FROM:						
SCIENCE APPLICATIONS INTERNATIONAL CORP						
U.S. Geological Survey: Research & Data Acquisition						
			GFB	15.808 / 15.4400059390	60.878	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:					60.878	0
SUBTOTAL GEOLOGICAL SURVEY, DEPARTMENT OF THE INTERIOR					2,800.706	106.802

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		NONCASH	STATE <sup>1</sup>		DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY		INDICATOR	AGENCY	CFDA / OTHER ID NUMBER	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME						
MINERALS MANAGEMENT, DEPARTMENT OF THE INTERIOR						
DIRECT FROM:						
MINERALS MANAGEMENT, DEPARTMENT OF THE INTERIOR						
R&D			GLA	15.0101P018117	21,241	0
R&D			GLA	15.1435-01-01-PO-18216	15,343	0
R&D			GLA	15.1435-01-99-PO-16166	35,566	0
					-----	-----
SUBTOTAL DIRECT FROM:					72,150	0
					-----	-----
SUBTOTAL MINERALS MANAGEMENT, DEPARTMENT OF THE INTERIOR						
					72,150	0
NATIONAL PARK SERVICE, DEPARTMENT OF THE INTERIOR						
DIRECT FROM:						
NATIONAL PARK SERVICE, DEPARTMENT OF THE INTERIOR						
	National Natural Landmarks Program		GFB	15.910	5,330	0
	National Register of Historic Places		GFB	15.914	19,366	0
	Technical Preservation Services		GFB	15.915	5,037	0
	Technical Preservation Services		GKA	15.915 / 15.CA1248-00-007/ROMO R0	127,758	0
	Technical Preservation Services		GKA	15.915 / 15.CA1248-00-007/ROMO-R0	86,802	0
	Technical Preservation Services		GKA	15.915 / 15.CA1268-1-9012/ROMO R0	384	0
	Technical Preservation Services		GKA	15.915 / 15.CA1268-1-9012/ROMO R9	1,894	0
	Outdoor Recreation: Acquisition, Development and Planning		GFD	15.916	781	0
	Outdoor Recreation: Acquisition, Development and Planning		GGB	15.916	3,892,423	0
	Rivers, Trails, & Conservation Assistance		GFB	15.921	3,342	0
	National Center for Preservation Technology and Training (B) -		GFB	15.923	10,747	0
	American Battlefield Protection		GFB	15.926	2,490	0
	R&D		GGB	15.CA 1200-99-009 CSU-05	104,940	71,534
	R&D		GGB	15.CA 1200-99-009 CSU-33,36	167,407	0
	R&D		GGB	15.CA 1200-99-009 CSU-48	60,636	0
	R&D		GGB	15.CA 1200-99-009 CSU-51	20,631	0
	R&D		GGB	15.CA 2380-99-001 TO 00-02	52,764	0
	R&D		GGB	15.CA238099001 TO 02-19	30,367	0
					-----	-----
SUBTOTAL DIRECT FROM:					4,593,099	71,534
PASS-THROUGH PROGRAMS FROM:						
JAMES MADISON UNIVERSITY						
	Rivers, Trails, & Conservation Assistance		GFB	15.921 / 15.V01146-02	(118)	0
					-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:					(118)	0
					-----	-----
SUBTOTAL NATIONAL PARK SERVICE, DEPARTMENT OF THE INTERIOR						
					4,592,981	71,534
OFFICE OF INSULAR AFFAIRS, DEPARTMENT OF THE INTERIOR						
DIRECT FROM:						
OFFICE OF INSULAR AFFAIRS, DEPARTMENT OF THE INTERIOR						
	Economic, Social, & Political Development of the Territories & the Freely Associated States		GFB	15.875	238,100	107,107
					-----	-----
SUBTOTAL DIRECT FROM:					238,100	107,107

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
PASS-THROUGH PROGRAMS FROM:									
AMERICAN COUNCIL ON EDUCATION									
Economic, Social, & Political Development of the Territories & the Freely Associated States						GFB	15.875 / 15.HNE-A-97-00059-00	14,843	0
COUNCIL OF STATE GOVERNMENTS									
Economic, Social, & Political Development of the Territories & the Freely Associated States						GFB	15.875 / 15.AEP-0015-A-00-4034-	47,135	0
SUPREME COUNCIL OF UNIVERSITIES									
Economic, Social, & Political Development of the Territories & the Freely Associated States						GFB	15.875 / 15.93/04/19	116	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								62,094	0
SUBTOTAL OFFICE OF INSULAR AFFAIRS, DEPARTMENT OF THE INTERIOR								300,194	107,107
OFFICE OF SURFACE MINING RECLAMATION AND ENFORCEMENT, DEPARTMENT OF THE INTERIOR									
DIRECT FROM:									
OFFICE OF SURFACE MINING RECLAMATION AND ENFORCEMENT, DEPARTMENT OF THE INTERIOR									
Abandoned Mine Land Reclamation (AMLR) Program						GFB	15.252	125,230	0
SUBTOTAL DIRECT FROM:								125,230	0
SUBTOTAL OFFICE OF SURFACE MINING RECLAMATION AND ENFORCEMENT, DEPARTMENT OF THE INTERIOR								125,230	0
U.S. FISH AND WILDLIFE SERVICE, DEPARTMENT OF THE INTERIOR									
DIRECT FROM:									
U.S. FISH AND WILDLIFE SERVICE, DEPARTMENT OF THE INTERIOR									
Cooperative Endangered Species Conservation Fund						GGB	15.615	49,771	0
Wildlife Conservation & Appreciation						GFB	15.617	6,030	0
Wildlife Conservation & Appreciation						GGB	15.617	24,897	0
SUBTOTAL DIRECT FROM:								80,698	0
PASS-THROUGH PROGRAMS FROM:									
Montana State University									
R&D						GGB	15.GC136-02-Z2708	26,462	0
UNIVERSITY OF NEVADA AT LAS VEGAS									
Fish & Wildlife Management Assistance						GFB	15.608 / 15.FWS#143208J104	1,606	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								28,068	0
SUBTOTAL U.S. FISH AND WILDLIFE SERVICE, DEPARTMENT OF THE INTERIOR								108,766	0
U.S. GEOLOGICAL SURVEY, U.S. DEPARTMENT OF THE INTERIOR									
DIRECT FROM:									
U.S. GEOLOGICAL SURVEY, U.S. DEPARTMENT OF THE INTERIOR									
R&D						GGB	15.00HQAG0008 CPA00008HS003	53,022	0
R&D						GGB	15.01HQGR0077 #0002	1,806	18,468
R&D						GLA	15.01WRCN0015	53,008	0
R&D						GLA	15.02ERAG0103	15,000	0
R&D						GLA	15.LETTER AGREEMENT	1,170	0
R&D						GLA	15.PURCHASE ORDER	754	0
SUBTOTAL DIRECT FROM:								124,760	18,468

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
PASS-THROUGH PROGRAMS FROM: LOUISIANA STATE UNIVERSITY National Spatial Data Infrastructure Competitive Cooperative Agreements Program		GFB	15.809 / 15.R141730	18,029	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				18,029	0
SUBTOTAL U.S. GEOLOGICAL SURVEY, U.S. DEPARTMENT OF THE INTERIOR				142,789	18,468
SUBTOTAL DEPARTMENT OF THE INTERIOR				10,895,234	314,903
-----					
DEPARTMENT OF JUSTICE					
BUREAU OF JUSTICE ASSISTANCE, OFFICE OF JUSTICE PROGRAMS, DEPARTMENT OF JUSTICE					
DIRECT FROM:					
BUREAU OF JUSTICE ASSISTANCE, OFFICE OF JUSTICE PROGRAMS, DEPARTMENT OF JUSTICE Community Prosecution and Project Safe Neighborhoods		GFD	16.609	7,058	0
SUBTOTAL DIRECT FROM:				7,058	0
SUBTOTAL BUREAU OF JUSTICE ASSISTANCE, OFFICE OF JUSTICE PROGRAMS, DEPARTMENT OF JUSTICE				7,058	0
NATIONAL INSTITUTE OF JUSTICE, DEPARTMENT OF JUSTICE					
DIRECT FROM:					
NATIONAL INSTITUTE OF JUSTICE, DEPARTMENT OF JUSTICE National Institute of Justice Research, Evaluation, and Development Projects Grants		GFB	16.560	(182)	0
SUBTOTAL DIRECT FROM:				(182)	0
PASS-THROUGH PROGRAMS FROM:					
WEST VIRGINIA UNIVERSITY National Institute of Justice Research, Evaluation, and Development Projects Grants		GFB	16.560 / 16.01-388A-UC	1,325	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				1,325	0
SUBTOTAL NATIONAL INSTITUTE OF JUSTICE, DEPARTMENT OF JUSTICE				1,143	0
OFFICE OF JUSTICE PROGRAMS, DEPARTMENT OF JUSTICE					
DIRECT FROM:					
OFFICE OF JUSTICE PROGRAMS, DEPARTMENT OF JUSTICE Violence Against Women Formula Grants		GFB	16.588	(3,152)	11,749
SUBTOTAL DIRECT FROM:				(3,152)	11,749
SUBTOTAL OFFICE OF JUSTICE PROGRAMS, DEPARTMENT OF JUSTICE				(3,152)	11,749

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
OFFICE OF JUVENILE JUSTICE AND DELINQUENCY PREVENTION, DEPARTMENT OF JUSTICE					
DIRECT FROM:					
OFFICE OF JUVENILE JUSTICE AND DELINQUENCY PREVENTION, DEPARTMENT OF JUSTICE					
Juvenile Justice & Delinquency Prevention: Special Emphasis		GFB	16.541	2,122,191	1,805,717
National Institute for Juvenile Justice & Delinquency Prevention		GFC	16.542	15,359	0
Weed and Seed Program Fund		GFE	16.725	155,013	0
Tribal Youth Program		GGB	16.731	128,740	0
SUBTOTAL DIRECT FROM:				2,421,303	1,805,717
SUBTOTAL OFFICE OF JUVENILE JUSTICE AND DELINQUENCY PREVENTION, DEPARTMENT OF JUSTICE				2,421,303	1,805,717
SUBTOTAL DEPARTMENT OF JUSTICE				2,426,352	1,817,466
-----					
DEPARTMENT OF STATE					
BUREAU OF EDUCATIONAL AND CULTURAL AFFAIRS, DEPARTMENT OF STATE					
DIRECT FROM:					
BUREAU OF EDUCATIONAL AND CULTURAL AFFAIRS, DEPARTMENT OF STATE					
Educational Exchange: University Lecturers (Professors) and Research Scholars		GFD	19.401	24,905	0
Educational Partnerships Program		GFB	19.406	19,514	0
SUBTOTAL DIRECT FROM:				44,419	0
SUBTOTAL BUREAU OF EDUCATIONAL AND CULTURAL AFFAIRS, DEPARTMENT OF STATE				44,419	0
BUREAU OF INTELLIGENCE AND RESEARCH, DEPARTMENT OF STATE					
DIRECT FROM:					
BUREAU OF INTELLIGENCE AND RESEARCH, DEPARTMENT OF STATE					
Program for Study of Eastern Europe & the Independent States of the Former Soviet Union		GFB	19.300	340,308	0
SUBTOTAL DIRECT FROM:				340,308	0
PASS-THROUGH PROGRAMS FROM:					
NATIONAL COUNCIL EURASIAN EAST EUROPEAN RSCH					
Program for Study of Eastern Europe & the Independent States of the Former Soviet Union		GFB	19.300 / 19.814-9G	1	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				1	0
SUBTOTAL BUREAU OF INTELLIGENCE AND RESEARCH, DEPARTMENT OF STATE				340,309	0
DEPARTMENT OF STATE					
PASS-THROUGH PROGRAMS FROM:					
University of California at Davis					
R&D		GGB	19.102-20-24 MOD 23-0	4,922	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				4,922	0
SUBTOTAL DEPARTMENT OF STATE				4,922	0
SUBTOTAL DEPARTMENT OF STATE				389,650	0
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<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
DEPARTMENT OF TRANSPORTATION					
DEPARTMENT OF TRANSPORTATION					
DIRECT FROM:					
DEPARTMENT OF TRANSPORTATION R&D		GGB	20.DTFH61-99-X-00009	65,785	0
SUBTOTAL DIRECT FROM:				65,785	0
PASS-THROUGH PROGRAMS FROM:					
North Dakota State University R&D		GGB	20.DTRS99-G-0008	83,268	0
R&D		GGB	20.DTRSS99-G-0008	15,957	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				99,225	0
SUBTOTAL DEPARTMENT OF TRANSPORTATION				165,010	0
FEDERAL AVIATION ADMINISTRATION, DEPARTMENT OF TRANSPORTATION					
DIRECT FROM:					
FEDERAL AVIATION ADMINISTRATION, DEPARTMENT OF TRANSPORTATION Aviation Research Grants		GFB	20.108	13,069	0
SUBTOTAL DIRECT FROM:				13,069	0
PASS-THROUGH PROGRAMS FROM:					
UCAR-NCAR-Nat Ctr for Atmospheric Res Aviation Education		GGB	20.100 / 20.S00-19852	8,905	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				8,905	0
SUBTOTAL FEDERAL AVIATION ADMINISTRATION, DEPARTMENT OF TRANSPORTATION				21,974	0
FEDERAL HIGHWAY ADMINISTRATION, DEPARTMENT OF TRANSPORTATION					
PASS-THROUGH PROGRAMS FROM:					
AMERICAN TRADE INITIATIVES Highway Planning & Construction		GFB	20.205 / 20.OCG4279B	13,358	0
NATIONAL ACADEMY OF SCIENCE Highway Planning & Construction		GFD	20.205 / 20.HR12-59	133,598	29,851
OREGON STATE UNIVERSITY Highway Planning & Construction		GFB	20.205 / 20.J0816A-A	41,943	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				188,899	29,851
SUBTOTAL FEDERAL HIGHWAY ADMINISTRATION, DEPARTMENT OF TRANSPORTATION				188,899	29,851
NATIONAL HIGHWAY INSTITUTE, FEDERAL HIGHWAY ADMINISTRATION, DEPARTMENT OF TRANSPORTATION					
PASS-THROUGH PROGRAMS FROM:					
AECOM CONSULTING Highway Training & Education		GFB	20.215 / 20.OCG4487B	22,540	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				22,540	0
SUBTOTAL NATIONAL HIGHWAY INSTITUTE, FEDERAL HIGHWAY ADMINISTRATION, DEPARTMENT OF TRANSPORTATION				22,540	0
SUBTOTAL DEPARTMENT OF TRANSPORTATION				398,423	29,851

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.



STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
OFFICE OF PERSONNEL MANAGEMENT					
OFFICE OF PERSONNEL MANAGEMENT					
DIRECT FROM:					
OFFICE OF PERSONNEL MANAGEMENT Intergovernmental Personnel Act (IPA) Mobility Program		GFE	27.011	1,049,987	0
SUBTOTAL DIRECT FROM:				1,049,987	0
SUBTOTAL OFFICE OF PERSONNEL MANAGEMENT				1,049,987	0
SUBTOTAL OFFICE OF PERSONNEL MANAGEMENT				1,049,987	0
-----					
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION					
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION					
DIRECT FROM:					
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION					
Aerospace Education Services Program		GFB	43.001	139,562	0
Aerospace Education Services Program		GGB	43.001	752,867	33,436
Technology Transfer		GFB	43.002	33,803,834	10,451,401
Technology Transfer		GFC	43.002	8,336	0
R&D		GLA	43.1225220	11,920	0
R&D		GLA	43.NAG 9-1207	6,695	0
R&D		GLA	43.NAG 9-1364	147,394	0
R&D		GLA	43.NAG 9-1447	17,231	0
R&D		GGB	43.NAG1-02008	85,366	0
R&D		GGB	43.NAG13-02005 SUPPLEMENT 2	146,463	0
R&D		GGB	43.NAG5-10076 #0002	117,522	0
R&D		GGB	43.NAG5-10482 SUPP # 2	40,449	0
R&D		GGB	43.NAG5-10593 SUPP 1	91,847	0
R&D		GGB	43.NAG5-11010 SUPP 3	82,305	0
R&D		GGB	43.NAG5-11018	65,518	0
R&D		GGB	43.NAG5-11073 SUPP 0001	80,493	0
R&D		GGB	43.NAG5-11109 SUPP 0005	183,012	0
R&D		GGB	43.NAG5-11140	42,856	0
R&D		GGB	43.NAG5-11189 SUPP # 0005	121,346	0
R&D		GGB	43.NAG5-11280 SUPP 1	16,169	0
R&D		GGB	43.NAG5-11370 SUPP 1	112,211	0
R&D		GGB	43.NAG5-11475	80,345	0
R&D		GGB	43.NAG5-11476 #0002	130,013	0
R&D		GGB	43.NAG5-11507 #0001	127,762	0
R&D		GGB	43.NAG5-11710	65,636	0
R&D		GGB	43.NAG5-11737	127,641	0
R&D		GGB	43.NAG5-11816	208,401	0
R&D		GGB	43.NAG5-12105	35,420	0
R&D		GGB	43.NAG5-12273 #0002	268,623	0
R&D		GGB	43.NAG5-12275	30,000	0
R&D		GGB	43.NAG5-12655	367,330	0
R&D		GLA	43.NAG5-12754	22,405	0
R&D		GLA	43.NAG5-12971	5,004	9,812
R&D		GGB	43.NAG5-4646 SUPP 0005	0	6,109
R&D		GGB	43.NAG5-7717 0006	30,986	0
R&D		GGB	43.NAG5-9642 #0007	155,310	19,948
R&D		GGB	43.NAG5-9665 #0006	78,049	0
R&D		GLA	43.NAG5-9684	47,973	0
R&D		GGB	43.NAG9-1516	29,360	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY				NONCASH	STATE <sup>1</sup>		DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY				INDICATOR	AGENCY	CFDA / OTHER ID NUMBER	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)								
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)								
PROGRAM NAME								
R&D					GLA	43.NCC3-659	64,811	14,580
R&D					GGB	43.NCC5-621	270,332	0
R&D					GGB	43.NCC5-707	67,145	20,000
R&D					GLA	43.NCC8-238	1,403,845	3,235,244
R&D					GLA	43.NCCW-0096	29,108	114,756
R&D					GGB	43.NGT5-30458	23,005	0
R&D					GLA	43.P.O. 90044N	60,200	0
SUBTOTAL DIRECT FROM:							39,802,100	13,905,286
PASS-THROUGH PROGRAMS FROM:								
AEROSTRO, INC.								
	Technology Transfer				GFB	43.002 / 43.2490-001	3,047	0
AEROSPACE CORPORATION								
	Technology Transfer				GFB	43.002 / 43.4600000895	11,221	0
ARIZONA STATE UNIVERSITY								
	Technology Transfer				GFB	43.002 / 43.01-079	98,076	0
BALL AEROSPACE								
	Technology Transfer				GFB	43.002 / 43.01RDK00274	2,653	0
	Technology Transfer				GFB	43.002 / 43.02DLOB10019	8,703	0
	Technology Transfer				GFB	43.002 / 43.97BSM00005	453,865	57,681
	Technology Transfer				GFB	43.002 / 43.99BSM00007	1,315,646	221,706
BOSTON UNIVERSITY								
	Technology Transfer				GFB	43.002 / 43.178686	24,960	0
	Technology Transfer				GFB	43.002 / 43.GC174055NGA	74,469	0
CALIFORNIA INSTITUTE OF TECHNOLOGY								
	Technology Transfer				GFB	43.002 / 43.1018448	2,409	0
CARNEGIE INSTITUTE OF WASHINGTON								
	Technology Transfer				GFB	43.002 / 43.SUB NASW-00002	190,941	0
COMPUTATIONAL PHYSICS, INC.								
	Technology Transfer				GFB	43.002 / 43.PO# 5106-001-50	149,554	0
Calif. Inst. of Tech/Jet Propulsion Lab								
R&D					GGB	43.1250575	6,877	0
FOSTER-MILLER, INC.								
	Technology Transfer				GFB	43.002 / 43.SUB1-000038	29,119	0
	Technology Transfer				GFB	43.002 / 43.SUB1-00049	576	0
HAMPTON UNIVERSITY								
	Technology Transfer				GFB	43.002 / 43.37690	392,314	40,000
	Technology Transfer				GFB	43.002 / 43.OCG4361B/P0305113	675,000	40,000
HOWARD UNIVERSITY								
	Technology Transfer				GFB	43.002 / 43.633621A	29,019	0
JET PROPULSION LABORATORY								
	Technology Transfer				GFB	43.002 / 43.1207989	23,980	0
	Technology Transfer				GFB	43.002 / 43.1208112	187,893	0
	Technology Transfer				GFB	43.002 / 43.1214727	(2,198)	0
	Technology Transfer				GFB	43.002 / 43.1215205	16,826	0
	Technology Transfer				GFB	43.002 / 43.1217897	92,012	0
	Technology Transfer				GFB	43.002 / 43.1218132	27,689	0
	Technology Transfer				GFB	43.002 / 43.1218134	32,152	0
	Technology Transfer				GFB	43.002 / 43.1218557	8,286	0
	Technology Transfer				GFB	43.002 / 43.1221094	14,618	0
	Technology Transfer				GFB	43.002 / 43.1221120	(2,885)	0
	Technology Transfer				GFB	43.002 / 43.1223196	47,797	0
	Technology Transfer				GFB	43.002 / 43.1223532	59,629	0
	Technology Transfer				GFB	43.002 / 43.1225108	1,777	0
	Technology Transfer				GFB	43.002 / 43.1225700	39,454	0
	Technology Transfer				GFB	43.002 / 43.1226217	17,026	0
	Technology Transfer				GFB	43.002 / 43.1226469	47	0
	Technology Transfer				GFB	43.002 / 43.1229481	43,251	0
	Technology Transfer				GFB	43.002 / 43.1230859	61,489	0
	Technology Transfer				GFB	43.002 / 43.1231338	1,112	0
	Technology Transfer				GFB	43.002 / 43.1234181	188,148	59,485

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		MAJOR SUBDIVISION OF FEDERAL AGENCY		SOURCE TYPE (DIRECT OR PASS-THROUGH)		ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)		NONCASH	STATE <sup>1</sup>		DIRECT	PASSED TO
		PROGRAM NAME		INDICATOR	AGENCY	CFDA / OTHER ID NUMBER				EXPENDITURES	SUBRECIPIENTS	
Technology Transfer				GFB	43.002	/ 43.1238953				103,629	0	
Technology Transfer				GFB	43.002	/ 43.1239003				73,968	0	
Technology Transfer				GFB	43.002	/ 43.1239703				64,382	0	
Technology Transfer				GFB	43.002	/ 43.1240608				60,000	0	
Technology Transfer				GFB	43.002	/ 43.1241698				34,428	0	
Technology Transfer				GFB	43.002	/ 43.1242687				12,964	0	
Technology Transfer				GFB	43.002	/ 43.1243147				6,495	0	
Technology Transfer				GFB	43.002	/ 43.1243545				2,267	0	
Technology Transfer				GFB	43.002	/ 43.1243778				4,225	0	
Technology Transfer				GFB	43.002	/ 43.1243784				8,500	0	
Technology Transfer				GFB	43.002	/ 43.1247908				19,479	0	
Technology Transfer				GFB	43.002	/ 43.1250781				10,465	0	
Technology Transfer				GFB	43.002	/ 43.1250834				20,585	0	
Technology Transfer				GFB	43.002	/ 43.958675				35,095	0	
Technology Transfer				GFB	43.002	/ 43.960983				(24,431)	0	
Technology Transfer				GFB	43.002	/ 43.961196				635,865	62,420	
Technology Transfer				GFB	43.002	/ 43.961226				41,997	0	
Technology Transfer				GFB	43.002	/ 43.961452				86,517	0	
Technology Transfer				GFB	43.002	/ 43.961495				3,135	0	
Technology Transfer				GFB	43.002	/ 43.JPL #959550				53,844	0	
R&D				GLA	43.JPL	NASA T/O 10442				28,328	0	
JOHNS HOPKINS UNIVERSITY												
Technology Transfer				GFB	43.002	/ 43.2430-60020				340,606	0	
Technology Transfer				GFB	43.002	/ 43.2450-60018				130,228	0	
Technology Transfer				GFB	43.002	/ 43.824878				2,580,108	(49,058)	
LOCKHEED MARTIN												
R&D				GLA	43.NAS8	-00126				33,591	0	
LOCKHEED MARTIN ASTRONAUTICS												
R&D				GLA	43.RFI	-121275				4,846	0	
NATIONAL INSTITUTE OF AEROSPACE												
Technology Transfer				GFB	43.002	/ 43.2124				12,036	0	
SIMPSON WEATHER ASSOCIATES, INC.												
Technology Transfer				GFB	43.002	/ 43.SW A01-006				48,408	0	
SOUTH DAKOTA SCHOOL OF MINES AND TECHNOLOGY												
Technology Transfer				GFB	43.002	/ 43.SDSM&T-UCB 00-13				51,892	0	
SOUTHWEST RESEARCH INSTITUTE												
Technology Transfer				GFB	43.002	/ 43.278985Q				4,056	0	
Technology Transfer				GFB	43.002	/ 43.299449Q				163,319	0	
Technology Transfer				GFB	43.002	/ 43.378877Q				12,480	0	
SPACE TELESCOPE SCIENCE INSTITUTE												
Aerospace Education Services Program				GFB	43.001	/ 43.HST-HF-01132.01-A				86,418	0	
Technology Transfer				GFB	43.002	/ 43.GO-07340.01-96A				1,967	0	
Technology Transfer				GFB	43.002	/ 43.GO-08125.01-97A				26,576	0	
Technology Transfer				GFB	43.002	/ 43.GO-08157.02-97A				1	0	
Technology Transfer				GFB	43.002	/ 43.GO-08169.01-97A				(108)	0	
Technology Transfer				GFB	43.002	/ 43.HST-AR-07997.01-A				(759)	0	
Technology Transfer				GFB	43.002	/ 43.HST-AR-08376.01-A				3,103	0	
Technology Transfer				GFB	43.002	/ 43.HST-AR-08747.02A				1,064	0	
Technology Transfer				GFB	43.002	/ 43.HST-AR-09221.01-A				52,852	0	
Technology Transfer				GFB	43.002	/ 43.HST-AR-09516.01-A				24,185	0	
Technology Transfer				GFB	43.002	/ 43.HST-AR-09520.01-A				8,794	0	
Technology Transfer				GFB	43.002	/ 43.HST-AR-09525.01-A				70,070	0	
Technology Transfer				GFB	43.002	/ 43.HST-AR-09532.01-A				38,520	0	
Technology Transfer				GFB	43.002	/ 43.HST-AR-09536.08-A				75,733	0	
Technology Transfer				GFB	43.002	/ 43.HST-AR-09550.01-A				34,863	0	
Technology Transfer				GFB	43.002	/ 43.HST-E0-08257.02-A				4	0	
Technology Transfer				GFB	43.002	/ 43.HST-GO-06593.01-A				2,240	0	
Technology Transfer				GFB	43.002	/ 43.HST-GO-06783.01-A				17,908	0	
Technology Transfer				GFB	43.002	/ 43.HST-GO-06824.01-A				4,169	0	
Technology Transfer				GFB	43.002	/ 43.HST-GO-06825.01-A				19,480	0	
Technology Transfer				GFB	43.002	/ 43.HST-GO-07262.01-A				1,250	0	
Technology Transfer				GFB	43.002	/ 43.HST-GO-07367.01-A				8,313	0	

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		NONCASH	STATE <sup>1</sup>		DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY		INDICATOR	AGENCY	CFDA / OTHER ID NUMBER	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME						
Technology Transfer			GFB	43.002 / 43.HST-GO-08178.01-A	2.705	0
Technology Transfer			GFB	43.002 / 43.HST-GO-08182.01-A	3.377	0
Technology Transfer			GFB	43.002 / 43.HST-GO-08237.01-A	19.330	0
Technology Transfer			GFB	43.002 / 43.HST-GO-08257.01-A	35.785	0
Technology Transfer			GFB	43.002 / 43.HST-GO-08280.01-A	(8.756)	0
Technology Transfer			GFB	43.002 / 43.HST-GO-08324.01-A	8.335	0
Technology Transfer			GFB	43.002 / 43.HST-GO-08571.01-A	32.706	0
Technology Transfer			GFB	43.002 / 43.HST-GO-08577.04-A	651	0
Technology Transfer			GFB	43.002 / 43.HST-GO-08580.16-A	(1)	0
Technology Transfer			GFB	43.002 / 43.HST-GO-08614.02-A	21.084	0
Technology Transfer			GFB	43.002 / 43.HST-GO-08623.01-A	21.737	0
Technology Transfer			GFB	43.002 / 43.HST-GO-08648.08-A	(1.598)	0
Technology Transfer			GFB	43.002 / 43.HST-GO-08653.02-A	819	0
Technology Transfer			GFB	43.002 / 43.HST-GO-08880.04-A	41	0
Technology Transfer			GFB	43.002 / 43.HST-GO-08889.01-A	14.986	0
Technology Transfer			GFB	43.002 / 43.HST-GO-09109.01-A	12.361	0
Technology Transfer			GFB	43.002 / 43.HST-GO-09114.08-A	16.052	0
Technology Transfer			GFB	43.002 / 43.HST-GO-09271.01-A	29.182	0
Technology Transfer			GFB	43.002 / 43.HST-GO-09273.01-A	21.943	0
Technology Transfer			GFB	43.002 / 43.HST-GO-09420.06-A	1.255	0
Technology Transfer			GFB	43.002 / 43.HST-GO-09428.10-A	12.742	0
Technology Transfer			GFB	43.002 / 43.HST-GO-09506.01-A	68.591	0
Technology Transfer			GFB	43.002 / 43.HST-GO-09507.41-A	4.698	0
SPONSOR NAME NOT FOUND FOR YUMI06 **						
R&D			GGB	43.01040313-01	15.509	0
STANFORD UNIVERSITY						
Technology Transfer			GFB	43.002 / 43.PY-0036	3.444	0
STRATTON PARK ENGINEERING COMPANY INC						
Technology Transfer			GFB	43.002 / 43.02-1206PLA	24.520	0
UCAR-NCAR-COMET Atmospheric Tech. Divis.						
R&D			GGB	43.3569802	51.036	0
R&D			GGB	43.3666101	12.941	0
UNIVERSITIES SPACE RESEARCH						
R&D			GLA	43.NAS1-97046	25.338	0
UNIVERSITIES SPACE RESEARCH ASSOCIATION						
Technology Transfer			GFB	43.002 / 43.03485-02	67.799	0
Technology Transfer			GFB	43.002 / 43.07600-038	(389)	22
Technology Transfer			GFB	43.002 / 43.1500-01	(424)	0
UNIVERSITY OF ALABAMA HUNTSVILLE						
Technology Transfer			GFB	43.002 / 43.SUB97-112	170	0
UNIVERSITY OF ARIZONA						
Technology Transfer			GFB	43.002 / 43.PO#Y502199	18.608	0
UNIVERSITY OF CALIFORNIA AT SANTA BARBARA						
Technology Transfer			GFB	43.002 / 43.KK2109	30.658	0
Technology Transfer			GFB	43.002 / 43.KK8013	(24.982)	0
UNIVERSITY OF CALIFORNIA BERKLEY						
Technology Transfer			GFB	43.002 / 43.SA2543-23239	39.142	0
Technology Transfer			GFB	43.002 / 43.SA2547-23805	(6.092)	0
Technology Transfer			GFB	43.002 / 43.SA3649-26326	37.548	0
Technology Transfer			GFB	43.002 / 43.SA3756-24056	27.007	0
UNIVERSITY OF MARYLAND COLLEGE PARK						
Aerospace Education Services Program			GFC	43.001 / 43.Z647001	(38)	0
Technology Transfer			GFB	43.002 / 43.Z667102	45.940	15,000
Technology Transfer			GFB	43.002 / 43.Z678501	57.991	0
UNIVERSITY OF TEXAS AT AUSTIN						
Technology Transfer			GFB	43.002 / 43.UTA98-0205	49.999	0
UNIVERSITY OF UTAH						
Technology Transfer			GFB	43.002 / 43.2005029/PO#104943	14.838	0
Technology Transfer			GFB	43.002 / 43.9903061/PO 105811	90.373	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
	Univ California-Lawrence Berkeley Lab	R&D				GGB	43.6703058 MOD 2	120.279	0
	University of New Hampshire	R&D				GGB	43.03-756	24.199	0
	SUBTOTAL PASS-THROUGH PROGRAMS FROM:							-----	-----
	SUBTOTAL NATIONAL AERONAUTICS AND SPACE ADMINISTRATION							10,509,941	447,256
	SUBTOTAL NATIONAL AERONAUTICS AND SPACE ADMINISTRATION							-----	-----
	SUBTOTAL NATIONAL AERONAUTICS AND SPACE ADMINISTRATION							50,312,041	14,352,542
	SUBTOTAL NATIONAL AERONAUTICS AND SPACE ADMINISTRATION							-----	-----
	SUBTOTAL NATIONAL AERONAUTICS AND SPACE ADMINISTRATION							50,312,041	14,352,542
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	NATIONAL ENDOWMENT FOR THE HUMANITIES								
	INSTITUTE OF MUSEUM AND LIBRARY SERVICES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES								
	PASS-THROUGH PROGRAMS FROM:								
	UNIVERSITY OF DENVER								
	Institute of Museum and Library Services: National Leadership Grants					GFB	45.312 / 45.35683-12	735	0
	University of Denver					GGB	45.312 / 45.3515502	25.151	0
	SUBTOTAL PASS-THROUGH PROGRAMS FROM:							-----	-----
	SUBTOTAL INSTITUTE OF MUSEUM AND LIBRARY SERVICES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES							25,886	0
	SUBTOTAL INSTITUTE OF MUSEUM AND LIBRARY SERVICES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES							-----	-----
	SUBTOTAL INSTITUTE OF MUSEUM AND LIBRARY SERVICES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES							25,886	0
	NATIONAL ENDOWMENT FOR THE HUMANITIES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES								
	DIRECT FROM:								
	NATIONAL ENDOWMENT FOR THE HUMANITIES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES								
	Promotion of the Humanities: Research					GGB	45.161	29.603	0
	R&D					GLA	45.RZ-20810-01	5,000	0
	SUBTOTAL DIRECT FROM:							-----	-----
	SUBTOTAL NATIONAL ENDOWMENT FOR THE HUMANITIES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES							34,603	0
	SUBTOTAL NATIONAL ENDOWMENT FOR THE HUMANITIES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES							-----	-----
	SUBTOTAL NATIONAL ENDOWMENT FOR THE HUMANITIES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES							34,603	0
	SUBTOTAL NATIONAL ENDOWMENT FOR THE HUMANITIES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES							-----	-----
	SUBTOTAL NATIONAL ENDOWMENT FOR THE HUMANITIES, NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES							60,489	0
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	NATIONAL SCIENCE FOUNDATION								
	NATIONAL SCIENCE FOUNDATION								
	DIRECT FROM:								
	NATIONAL SCIENCE FOUNDATION								
	R&D					GGB	47.0222578 #001	164,033	0
	Engineering Grants					GFB	47.041	3,501,889	192,526
	Engineering Grants					GFC	47.041	80,875	0
	Engineering Grants					GFD	47.041	73,745	0
	Engineering Grants					GFE	47.041	209,978	0
	Engineering Grants					GGB	47.041	1,184,180	3,284
	Engineering Grants					GLA	47.041 / 47.BES-0122264	46,418	0
	Engineering Grants					GLA	47.041 / 47.BES-0124821	70,487	0
	Engineering Grants					GLA	47.041 / 47.CMS-0085272	3,824	0
	Engineering Grants					GLA	47.041 / 47.CMS-0221484	(1,284)	0
	Engineering Grants					GLA	47.041 / 47.CMS-0301279	91	0
	Engineering Grants					GLA	47.041 / 47.CMS-9502409	41	0
	Engineering Grants					GLA	47.041 / 47.CMS-9877189	52,040	0
	Engineering Grants					GLA	47.041 / 47.CTS-0072967	94,392	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		MAJOR SUBDIVISION OF FEDERAL AGENCY		SOURCE TYPE (DIRECT OR PASS-THROUGH)		ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)		NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
PROGRAM TYPE	PROGRAM NAME	PROGRAM TYPE	PROGRAM NAME	PROGRAM TYPE	PROGRAM NAME	PROGRAM TYPE	PROGRAM NAME					
Engineering Grants		GLA		47.041	/ 47.CTS-0093611						110.152	0
Engineering Grants		GLA		47.041	/ 47.CTS-0097841						140.760	0
Engineering Grants		GLA		47.041	/ 47.CTS-0215958						173.020	0
Engineering Grants		GLA		47.041	/ 47.CTS-0319062						9.954	0
Engineering Grants		GLA		47.041	/ 47.CTS-0332016						2.375	0
Engineering Grants		GLA		47.041	/ 47.DMI-0094011						27.023	0
Engineering Grants		GLA		47.041	/ 47.DMI-0116753						45.859	0
Engineering Grants		GLA		47.041	/ 47.DMI-9900053						48.071	0
Engineering Grants		GLA		47.041	/ 47.DMI-9978676						45.232	0
Engineering Grants		GLA		47.041	/ 47.ECS-0134130						65.982	0
Engineering Grants		GLA		47.041	/ 47.ECS-0134132						40.183	0
Engineering Grants		GLA		47.041	/ 47.EEC-0002918						3.796	0
Engineering Grants		GLA		47.041	/ 47.EEC-0230699						53.597	0
Engineering Grants		GLA		47.041	/ 47.EEC-0230702						22.961	0
Engineering Grants		GLA		47.041	/ 47.EEC-9700775						98.528	0
Engineering Grants		GLA		47.041	/ 47.EEC-9729255						185.101	0
Mathematical and Physical Sciences		GFB		47.049							9.550.356	395.657
Mathematical and Physical Sciences		GFC		47.049							7.353	0
Mathematical and Physical Sciences		GFD		47.049							281.698	13.374
Mathematical and Physical Sciences		GFE		47.049							70.821	0
Mathematical and Physical Sciences		GGB		47.049							2.596.176	0
Mathematical and Physical Sciences		GLA		47.049	/ 47.DMR-0103385						97.561	0
Mathematical and Physical Sciences		GLA		47.049	/ 47.DMR-0103945						93.726	6.271
Mathematical and Physical Sciences		GLA		47.049	/ 47.DMR-0200866						36.571	0
Mathematical and Physical Sciences		GLA		47.049	/ 47.DMR-0208673						116.072	0
Mathematical and Physical Sciences		GLA		47.049	/ 47.DMR-0304921						10.000	0
Mathematical and Physical Sciences		GLA		47.049	/ 47.DMR-9985178						53.442	0
Mathematical and Physical Sciences		GLA		47.049	/ 47.DMS-0121301						3.959	0
Mathematical and Physical Sciences		GLA		47.049	/ 47.DMS-0215491						15.998	0
Mathematical and Physical Sciences		GLA		47.049	/ 47.DMS-0222286						61.179	0
Mathematical and Physical Sciences		GLA		47.049	/ 47.DMS-9912293						13.029	0
Mathematical and Physical Sciences		GLA		47.049	/ 47.PHY-0075077						24.502	0
Mathematical and Physical Sciences		GLA		47.049	/ 47.PHY-0078610						45.614	0
Geosciences		GFB		47.050							9.078.228	232.840
Geosciences		GFD		47.050							16.602	0
Geosciences		GGB		47.050							4.681.828	84.809
Geosciences		GKA		47.050	/ 47.ATM-0105279						93.648	0
Geosciences		GLA		47.050	/ 47.EAR-0003470						44.048	0
Geosciences		GLA		47.050	/ 47.EAR-0073763						17.483	20.800
Geosciences		GLA		47.050	/ 47.EAR-0106668						89.365	0
Geosciences		GLA		47.050	/ 47.EAR-0107095						54.401	0
Geosciences		GLA		47.050	/ 47.EAR-0111804						14.160	0
Geosciences		GLA		47.050	/ 47.EAR-0117000						42.893	14.820
Geosciences		GLA		47.050	/ 47.EAR-9908971						30.126	0
Geosciences		GLA		47.050	/ 47.EAR-9909477						89.650	0
Geosciences		GLA		47.050	/ 47.EAR-9985234						97.888	4.000
Geosciences		GKA		47.050	/ 47.GEO-0122026						41.836	0
Computer and Information Science and Engineering		GFB		47.070							3.973.684	374.955
Computer and Information Science and Engineering		GFD		47.070							23.778	0
Computer and Information Science and Engineering		GFE		47.070							60.176	0
Computer and Information Science and Engineering		GGB		47.070							472.822	0
Computer and Information Science and Engineering		GLA		47.070	/ 47.ANI-0073699						115.647	0
Computer and Information Science and Engineering		GLA		47.070	/ 47.ANI-0208352						25.506	0
Computer and Information Science and Engineering		GLA		47.070	/ 47.ANI-0228912						42.597	0
Computer and Information Science and Engineering		GLA		47.070	/ 47.CCR-9901929						28.944	0
Computer and Information Science and Engineering		GLA		47.070	/ 47.CCR-9988338						125.042	0
Biological Sciences		GFB		47.074							3.266.023	185.947
Biological Sciences		GFD		47.074							116.125	0
Biological Sciences		GFE		47.074							462.762	0
Biological Sciences		GGB		47.074							4.353.777	363.042
Biological Sciences		GKA		47.074	/ 47.DBI-0116743						234.571	0
Biological Sciences		GKA		47.074	/ 47.DEB-9815925						69.082	8.165

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY				DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY				EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)					
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)					
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER		
Biological Sciences		GKA	47.074 / 47.MCB-9904006	54,872	0
Social, Behavioral, and Economic Sciences		GFB	47.075	1,475,031	46,797
Social, Behavioral, and Economic Sciences		GFC	47.075	22,654	0
Social, Behavioral, and Economic Sciences		GFD	47.075	189,151	0
Social, Behavioral, and Economic Sciences		GFE	47.075	68,098	0
Social, Behavioral, and Economic Sciences		GGB	47.075	196,417	20,458
Social, Behavioral, and Economic Sciences		GLA	47.075 / 47.SES-0228542	38,302	0
Education and Human Resources		GFB	47.076	2,632,444	496,017
Education and Human Resources		GFC	47.076	16,969	0
Education and Human Resources		GGB	47.076	593,332	334,746
Education and Human Resources		GKA	47.076 / 47.DGE-0203225	29,959	0
Education and Human Resources		GLA	47.076 / 47.DUE-0126306	21,459	0
Education and Human Resources		GLA	47.076 / 47.DUE-0127806	67,805	0
Education and Human Resources		GLA	47.076 / 47.DUE-9952775	1,121	0
Education and Human Resources		GSA	47.076 / 47.DUE-9980815	4,191	0
Education and Human Resources		GLA	47.076 / 47.DUE-9980866	9,390	0
Education and Human Resources		GLA	47.076 / 47.DUE-9987037	85,272	0
Polar Programs (B) -		GFB	47.078	3,006,292	791,568
Polar Programs (B) -		GGB	47.078	287,166	125,989
R&D		GGB	47.203285	56,704	10,252
R&D		GGB	47.217631	322,416	654
R&D		GLA	47.ANI-9996156	5,628	0
R&D		GLA	47.BES-9977708	43,303	0
R&D		GLA	47.CHE-9977633	(3,613)	20,000
R&D		GLA	47.CMS-0327509	5,788	0
R&D		GLA	47.DAM-9876135	61,825	0
R&D		GGB	47.DGE-9616044 005	28,416	0
R&D		GLA	47.DMR-9985221	130,880	0
R&D		GLA	47.DMW-9973393	22,887	0
R&D		GLA	47.DUE-0296002	27,399	0
R&D		GLA	47.DUE-0325492	16,791	0
R&D		GLA	47.DUE-9850556	15,640	0
R&D		GLA	47.DUE-9950910	51,810	0
R&D		GGB	47.ECS-0245291	11,014	0
R&D		GGB	47.ECS-9732986	12,376	0
R&D		GGB	47.EF-0307132	771	0
R&D		GGB	47.IBN-0090400	9,235	0
R&D		GGB	47.IBN-0091976	89,844	0
R&D		GGB	47.MCB-0093014	5,593	0
R&D		GGB	47.OPP-0196345	2,109	0
R&D		GGB	47.OPP-0196518 AMD 001	36,588	0
R&D		GGB	47.PHY-9732498 AMD 004	241	0
R&D		GLA	47.REC-0330760	46,341	0
SUBTOTAL DIRECT FROM:				57,193,963	3,746,971
PASS-THROUGH PROGRAMS FROM:					
AERODYNE RESEARCH, INC.					
Geosciences		GFB	47.050 / 47.ARI-10166-1	7,236	0
ALASKA PACIFIC UNIVERSITY					
R&D		GLA	47.NOT GIVEN	11,358	0
ALD NANOSOLUTIONS, INC.					
Engineering Grants		GFB	47.041 / 47.OCG4505B	16,208	0
AMERICAN ECONOMIC ASSOCIATION					
Education and Human Resources		GFD	47.076 / 47.SUMMER PROGRAM	(23)	0
AMERICAN MUSEUM OF NATURAL HISTORY					
Biological Sciences		GFB	47.074 / 47.09-2002/P.O.#24943	21,894	0
ARIZONA STATE UNIVERSITY					
Engineering Grants		GFB	47.041 / 47.KMD5270-25-31	378	0
Engineering Grants		GFB	47.041 / 47.KMD5270-25-32/SUB	93	0
Geosciences		GFB	47.050 / 47.KMD5276-25-33/SUBS0	756	0
Geosciences		GFB	47.050 / 47.KMD52762533/SUBS02U	756	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
	Biological Sciences					GFB	47.074 / 47.00-134	10.069	0
	Biological Sciences					GFB	47.074 / 47.03-056/19103M00379	15.783	0
	Education and Human Resources					GFD	47.076 / 47.KMD5270-33-4/SUB	(103)	0
	Education and Human Resources					GFB	47.076 / 47.KMD52762534/SUB	489	0
	Education and Human Resources					GFB	47.076 / 47.KMD52762535/SUB	435	0
	ASTRALUX INCORPORATED								
	Mathematical and Physical Sciences					GFB	47.049 / 47.OCG4498B	994	0
	Mathematical and Physical Sciences					GFB	47.049 / 47.PO# A7390	12.992	0
	BELOIT COLLEGE								
	Social, Behavioral, and Economic Sciences					GFB	47.075 / 47.DUE-9455918(NSF)	(19)	0
	BOSTON UNIVERSITY								
	Geosciences					GFB	47.050 / 47.165874	64.358	0
	Geosciences					GFB	47.050 / 47.GC177055NGA	233.479	0
	BOULDER MATERIAL SYSTEMS								
	Engineering Grants					GFB	47.041 / 47.OCG4232B	(12)	0
	CARNEGIE MELLON UNIVERSITY								
	Mathematical and Physical Sciences					GFB	47.049 / 47.543072-55801	25.098	0
	Computer and Information Science and Engineering					GFB	47.070 / 47.1120330-136308	79.505	0
	CASE WESTERN RESERVE UNIVERSITY								
	Mathematical and Physical Sciences					GFB	47.049 / 47.OCG4484B	11.693	0
	COLUMBIA UNIVERSITY								
	Engineering Grants					GFB	47.041 / 47.CMS-0084727	1.036	0
	Duke University								
	Geosciences					GGB	47.050 / 47.03-SC-NSF-1019	9.979	0
	GRINWELL COLLEGE								
	Social, Behavioral, and Economic Sciences					GFB	47.075 / 47.NSF PR REC-0087611	148.454	0
	IDAHO STATE UNIVERSITY								
	Geosciences					GFB	47.050 / 47.02-232A	15.829	0
	INTERNATIONAL COMPUTER SCIENCE INSTITUTE								
	Computer and Information Science and Engineering					GFB	47.070 / 47.376C	76.853	0
	INTERNET2								
	Geosciences					GFB	47.050 / 47.OCG4442B	3.231	0
	ITN ENERGY SYSTEMS								
	R&D					GLA	47.DMI-0110486	82.126	0
	Iowa State University								
	R&D					GGB	47.404-20-61	12.066	0
	MASSACHUSETTS INSTITUTE OF TECHNOLOGY								
	Geosciences					GFB	47.050 / 47.5710001167	5.917	0
	Computer and Information Science and Engineering					GFB	47.070 / 47.5700000142	204	0
	MICHIGAN STATE UNIVERSITY								
	Social, Behavioral, and Economic Sciences					GFB	47.075 / 47.632590	159.776	0
	Montana State University								
	Social, Behavioral, and Economic Sciences					GGB	47.075 / 47.GC010-01-21303	11.670	0
	NANOMATERIALS RESEARCH CORPORATION								
	Engineering Grants					GFB	47.041 / 47.OCG4481B	18.500	0
	NATIONAL RESEARCH COUNCIL								
	Mathematical and Physical Sciences					GFB	47.049 / 47.97-98 TWINNING PROG	11	0
	Social, Behavioral, and Economic Sciences					GFC	47.075	4.479	0
	NORTHEASTERN UNIVERSITY								
	Computer and Information Science and Engineering					GFB	47.070 / 47.530440 - P106062	(13.486)	0
	NORTHERN ARIZONA UNIVERSITY								
	Biological Sciences					GFB	47.074 / 47.OCG4274B	985	0
	NORTHWEST RESEARCH ASSOCIATES INC								
	Engineering Grants					GFB	47.041 / 47.NwRA-01-S-058	13.896	0
	Geosciences					GFB	47.050 / 47.NwRA-02-S-066	15.644	0
	National Research Council								
	Social, Behavioral, and Economic Sciences					GGB	47.075 / 47.124503	2.745	0
	OHIO STATE UNIVERSITY								
	Geosciences					GFB	47.050 / 47.739204	135.871	0
	Geosciences					GFB	47.050 / 47.739204/PO#915335	5.510	0
	Geosciences					GFB	47.050 / 47.RF00917777	3.156	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.



STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		NONCASH	STATE <sup>1</sup>		DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY		INDICATOR	AGENCY	CFDA / OTHER ID NUMBER	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME						
OHIO STATE UNIVERSITY RESEARCH FOUNDATION	Geosciences	GFB	47.050	/ 47.739204/RF00915335	14.307	0
OLD DOMINION UNIVERSITY RESEARCH FOUNDATION	Computer and Information Science and Engineering	GFB	47.070	/ 47.354151	(181)	0
Ohio State University	Geosciences	GGB	47.050	/ 47.RF 847415/ RF 0091516	84.051	0
	Biological Sciences	GGB	47.074	/ 47.744635 PO#RF00952727	3.091	0
	Education and Human Resources	GGB	47.076	/ 47.RF00941233	27.545	0
PORTLAND STATE UNIVERSITY	Computer and Information Science and Engineering	GFB	47.070	/ 47.NSF#EIA-0085952	96.182	0
Purdue University	Computer and Information Science and Engineering	GGB	47.070	/ 47.501-0508-01	57.774	0
RESEARCH TRIANGLE INSTITUTE	Computer and Information Science and Engineering	GFE	47.070	/ 47.RTI 1-81U-8248	33.362	0
RUTGERS UNIVERSITY	Geosciences	GFB	47.050	/ 47.1480	97.621	0
SAN DIEGO STATE UNIVERSITY FOUNDATION	Education and Human Resources	GFB	47.076	/ 47.#52270AP16237802211	26.709	0
SCIENCE APPLICATIONS INTERNATIONAL CORP	Geosciences	GFB	47.050	/ 47.4400060409	9.936	0
SPONSOR NAME NOT FOUND FOR YCNA05 **	Engineering Grants	GGB	47.041	/ 47.2403004	35.009	0
SRI INTERNATIONAL	Computer and Information Science and Engineering	GFB	47.070	/ 47.55-000342	84.601	0
	Computer and Information Science and Engineering	GFB	47.070	/ 47.55-000452	5.221	0
ST JOSEPH'S UNIVERSITY	Education and Human Resources	GLA	47.076	/ 47.DUE-0126833	15.031	0
STATE UNIVERSITY NEW YORK AT STONY BROOK	Geosciences	GFB	47.050	/ 47.431-3860A	(102)	0
STATE UNIVERSITY NEW YORK RESEARCH FOUND	Geosciences	GFB	47.050	/ 47.1025099	43.620	0
TEXAS A&M REESARCH FOUNDATION	Geosciences	GFB	47.050	/ 47.F000613	45	0
	Geosciences	GFB	47.050	/ 47.F001501/418929-BA26	1.005	0
	Geosciences	GFB	47.050	/ 47.F001620/418929BA268	26.776	0
	Geosciences	GFB	47.050	/ 47.USSSP-208	72	0
TEXAS A&M RESEARCH FOUNDATION	Geosciences	GLA	47.050	/ 47.OCE-9320477 SUB 8-94	17.642	0
TEXAS A&M UNIVERSITY	Engineering Grants	GFB	47.041	/ 47.68551	9.204	0
Texas Tech University	Engineering Grants	GGB	47.041	/ 47.1316/0800-01	45.050	0
UCAR	R&D	GLA	47.ATM-9732665		1.519	0
UCAR-NCAR-COMET Atmospheric Tech. Divis.	R&D	GGB	47.S01-24245		14.784	0
UNIV OF WASHINGTON	Education and Human Resources	GLA	47.076	/ 47.ESI-0227558	18.716	0
UNIV OF WISCONSIN MADISON	Polar Programs (B)	GLA	47.078	/ 47.OPP-0003289	119.357	0
UNIV. OF ILLINOIS-SPRINGFIELD	Education and Human Resources	GLA	47.076	/ 47.DUE-9952841	37.570	0
UNIVERSITY CORP. FOR ATMOSPHERIC RESEARCH	Engineering Grants	GFB	47.041	/ 47.S01-30958	137.583	0
	Engineering Grants	GFB	47.041	/ 47.S02-36647	43.988	0
	Engineering Grants	GFB	47.041	/ 47.S03-36656	6.691	0
	Mathematical and Physical Sciences	GFD	47.049	/ 47.S02-34426	29.624	0
	Geosciences	GFB	47.050	/ 47.PO# P0240650	7.364	0
	Geosciences	GFB	47.050	/ 47.S02-39954	6.033	0
	Geosciences	GFB	47.050	/ 47.S03-39667	37.051	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY					
MAJOR SUBDIVISION OF FEDERAL AGENCY					
SOURCE TYPE (DIRECT OR PASS-THROUGH)					
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)					
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
Computer and Information Science and Engineering		GFB	47.070 / 47.S03-32418	43,568	0
Computer and Information Science and Engineering		GFB	47.070 / 47.S03-39961	22,621	0
Education and Human Resources		GFB	47.076 / 47.S01-36444	46,326	0
Education and Human Resources		GFB	47.076 / 47.S02-38682	17,418	0
UNIVERSITY OF ALASKA					
Mathematical and Physical Sciences		GFB	47.049 / 47.FP206280	14,997	0
Mathematical and Physical Sciences		GFB	47.049 / 47.UAF00-0085/FP101067	35,426	0
Polar Programs (B) -		GFB	47.078 / 47.PO# FP302964	14,268	0
Polar Programs (B) -		GFB	47.078 / 47.UAF 02-0025	221,016	0
UNIVERSITY OF ARIZONA					
Mathematical and Physical Sciences		GFB	47.049 / 47.Y501756	6,744	0
UNIVERSITY OF CALIFORNIA AT SAN DIEGO					
Geosciences		GFB	47.050 / 47.PO# 10215466	2,009	0
UNIVERSITY OF CALIFORNIA BERKLEY					
Mathematical and Physical Sciences		GFB	47.049 / 47.SA2384JB	874	0
Social, Behavioral, and Economic Sciences		GFB	47.075 / 47.SA2174JB	6,807	0
UNIVERSITY OF CALIFORNIA LOS ANGELES					
Geosciences		GFB	47.050 / 47.2090 G DB310	16,612	0
UNIVERSITY OF CALIFORNIA RIVERSIDE					
Engineering Grants		GFB	47.041 / 47.ATM-0049007	5,603	0
UNIVERSITY OF DELAWARE					
Geosciences		GFB	47.050 / 47.B-444160	299	0
UNIVERSITY OF GEORGIA					
Mathematical and Physical Sciences		GFB	47.049 / 47.RR185-259/7607104	37,225	0
UNIVERSITY OF IOWA					
Engineering Grants		GFB	47.041 / 47.4000064934	49,804	0
UNIVERSITY OF MASSACHUSETTS					
Computer and Information Science and Engineering		GFB	47.070 / 47.PO#0001013761	88,936	0
UNIVERSITY OF MINNESOTA					
Geosciences		GFB	47.050 / 47.T524673001	38,784	0
UNIVERSITY OF NEW MEXICO					
Engineering Grants		GFB	47.041 / 47.3-19122-7810	43,515	0
Geosciences		GFB	47.050 / 47.PO 727897	4,000	0
UNIVERSITY OF OKLAHOMA					
R&D		GLA	47.DGE-0086457	16,625	0
UNIVERSITY OF PITTSBURGH					
R&D		GLA	47.DUE-012520	3,462	0
UNIVERSITY OF SOUTHERN CALIFORNIA					
Geosciences		GFB	47.050 / 47.77025	8,516	0
UNIVERSITY OF TEXAS AT ARLINGTON					
Engineering Grants		GFB	47.041 / 47.26-1001-60-61	63,533	0
UNIVERSITY OF TEXAS AT AUSTIN					
Mathematical and Physical Sciences		GFB	47.049 / 47.UTA01-486	9,256	0
Geosciences		GFB	47.050 / 47.UTA03-298	21,647	0
UNIVERSITY OF WISCONSIN					
Mathematical and Physical Sciences		GFB	47.049 / 47.F082353	42,254	0
Biological Sciences		GFB	47.074 / 47.DEB-0089600	1,093	0
UTAH STATE UNIVERSITY					
Engineering Grants		GFB	47.041 / 47.C023778	19,226	0
Social, Behavioral, and Economic Sciences		GFB	47.075 / 47.C027432	2,898	0
University of Alaska at Fairbanks					
Polar Programs (B) -		GGB	47.078 / 47.UAF-00-0086/FP100092	16,868	0
University of California at Davis					
Biological Sciences		GGB	47.074 / 47.SA6245 AMEND 3	671	0
Biological Sciences		GGB	47.074 / 47.SA6245 AMEND 4	54,458	0
University of Puerto Rico					
Biological Sciences		GGB	47.074 / 47.SS66-0433760	27,000	0
University of Wyoming					
R&D		GGB	47.NSFLOC4400	5,281	0
VANDERBILT UNIVERSITY					
R&D		GLA	47.DMR-0313925	4,965	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
WOODS HOLE RESEARCH CENTER Geosciences		GFB	47.050 / 47.OCG4319B	8.836	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				3,445,161	0
SUBTOTAL NATIONAL SCIENCE FOUNDATION				60,639,124	3,746,971
SUBTOTAL NATIONAL SCIENCE FOUNDATION				60,639,124	3,746,971
-----					
SMITHSONIAN INSTITUTION					
DIRECT FROM: SMITHSONIAN INSTITUTION R&D		GFB	60.SMTH-IN	646,689	0
SUBTOTAL DIRECT FROM:				646,689	0
SUBTOTAL SMITHSONIAN INSTITUTION				646,689	0
SUBTOTAL				646,689	0
-----					
TENNESSEE VALLEY AUTHORITY					
TENNESSEE VALLEY AUTHORITY					
DIRECT FROM: TENNESSEE VALLEY AUTHORITY TVA Energy Research and Technology Applications		GFB	62.001	293,684	0
SUBTOTAL DIRECT FROM:				293,684	0
SUBTOTAL TENNESSEE VALLEY AUTHORITY				293,684	0
SUBTOTAL TENNESSEE VALLEY AUTHORITY				293,684	0
-----					
DEPARTMENT OF VETERANS AFFAIRS					
VETERANS BENEFITS ADMINISTRATION, DEPARTMENT OF VETERANS AFFAIRS					
DIRECT FROM: VETERANS BENEFITS ADMINISTRATION, DEPARTMENT OF VETERANS AFFAIRS Automobiles and Adaptive Equipment for Certain Disabled Veterans and Members of the Armed Forces		GFD	64.100	31,402	0
SUBTOTAL DIRECT FROM:				31,402	0
SUBTOTAL VETERANS BENEFITS ADMINISTRATION, DEPARTMENT OF VETERANS AFFAIRS				31,402	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
VETERANS HEALTH ADMINISTRATION, DEPARTMENT OF VETERANS AFFAIRS					
DIRECT FROM:					
VETERANS HEALTH ADMINISTRATION, DEPARTMENT OF VETERANS AFFAIRS Sharing Specialized Medical Resources		GFE	64.018	(51.030)	0
SUBTOTAL DIRECT FROM:				(51.030)	0
SUBTOTAL VETERANS HEALTH ADMINISTRATION, DEPARTMENT OF VETERANS AFFAIRS				(51.030)	0
SUBTOTAL DEPARTMENT OF VETERANS AFFAIRS				(19.628)	0
-----					
ENVIRONMENTAL PROTECTION AGENCY					
ENVIRONMENTAL PROTECTION AGENCY					
DIRECT FROM:					
ENVIRONMENTAL PROTECTION AGENCY					
R&D		GGB	66.2454402	32.198	0
R&D		GLA	66.2W-1284-NAEX	13.727	0
Surveys, Studies, Investigations and Special Purpose Grants (B) -		GFB	66.606	18.667	0
Surveys, Studies, Investigations and Special Purpose Grants (B) -		GFD	66.606	113.299	0
Surveys, Studies, Investigations and Special Purpose Grants (B) -		GGB	66.606	55.462	12.904
Surveys, Studies, Investigations and Special Purpose Grants (B) -		GLA	66.606 / 66.X-98859301-0	2.694	0
R&D		GGB	66.R - 829588010-0	29.471	47.048
R&D		GGB	66.R 826131-01-0	65	0
R&D		GGB	66.R 827449-01-0	167.053	0
R&D		GGB	66.R-82861001-0	178.257	0
R&D		GGB	66.R-82951501-2	169.392	93.760
R&D		GGB	66.X-82883601-1	73.922	0
R&D		GGB	66.X-98834601-0	8.563	0
SUBTOTAL DIRECT FROM:				862.770	153.712
PASS-THROUGH PROGRAMS FROM:					
ARIZONA STATE UNIVERSITY					
Surveys, Studies, Investigations and Special Purpose Grants (B) -		GLA	66.606 / 66.CX 826897-01-7	55.841	0
Battelle Memorial Institute					
R&D		GGB	66.PO 170309	9.728	0
Carnegie Mellon University					
R&D		GGB	66.1080004-108573 AMD # 1	56.518	0
Iowa University					
R&D		GGB	66.2388205	(3)	0
Kansas State University					
R&D		GGB	66.S00022	(967)	0
Oregon State University					
R&D		GGB	66.E0101A-A	98.037	0
TRI-COUNTY HEALTH DEPARTMENT					
Surveys, Studies, Investigations and Special Purpose Grants (B) -		GFD	66.606 / 66.R-82857701-0	9.954	0
University of Minnesota					
R&D		GGB	66.1628-189-6191-7901	644	0
WASHINGTON UNIVERSITY					
R&D		GLA	66.EPA C R 827881-01-0	156.022	69.306
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				385.774	69.306
SUBTOTAL ENVIRONMENTAL PROTECTION AGENCY				1,248,544	223,018

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
OFFICE OF AIR AND RADIATION, ENVIRONMENTAL PROTECTION AGENCY									
PASS-THROUGH PROGRAMS FROM:									
CARNEGIE MELLON UNIVERSITY									
	Air Pollution Control Program Support	GFB	66.001 / 66.1080004-107770					45.179	0
TRI-COUNTY HEALTH DEPARTMENT									
	Air Pollution Control Program Support	GFB	66.001 / 66.OCG4374B					38.334	0
	Air Pollution Control Program Support	GFE	66.001 / 66.PN:0207-017					9.658	0
								-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								93.171	0
								-----	-----
SUBTOTAL OFFICE OF AIR AND RADIATION, ENVIRONMENTAL PROTECTION AGENCY								93.171	0
OFFICE OF PREVENTION, PESTICIDES AND TOXIC SUBSTANCES, ENVIRONMENTAL PROTECTION AGENCY									
DIRECT FROM:									
OFFICE OF PREVENTION, PESTICIDES AND TOXIC SUBSTANCES, ENVIRONMENTAL PROTECTION AGENCY									
	Environmental Justice Through Pollution Prevention Grants	GFB	66.711					185	0
								-----	-----
SUBTOTAL DIRECT FROM:								185	0
								-----	-----
SUBTOTAL OFFICE OF PREVENTION, PESTICIDES AND TOXIC SUBSTANCES, ENVIRONMENTAL PROTECTION AGENCY								185	0
OFFICE OF RESEARCH AND DEVELOPMENT, ENVIRONMENTAL PROTECTION AGENCY									
DIRECT FROM:									
OFFICE OF RESEARCH AND DEVELOPMENT, ENVIRONMENTAL PROTECTION AGENCY									
	Environmental Protection-Consolidated Research	GFB	66.500					733.307	538.692
	Environmental Protection-Consolidated Research	GGB	66.500					1,599.022	413.656
	Environmental Protection-Consolidated Research	GLA	66.500 / 66.R 826651-01-0					15.350	23.001
	Environmental Protection-Consolidated Research	GLA	66.500 / 66.R 826684-01-0					185	0
	Environmental Protection-Consolidated Research	GLA	66.500 / 66.R 826733-01-0					796	0
	Environmental Protection-Consolidated Research	GLA	66.500 / 66.R 829518-01					104.930	0
	Environmental Protection-Consolidated Research	GLA	66.500 / 66.R-83043101-0					62.822	0
								-----	-----
SUBTOTAL DIRECT FROM:								2,516.412	975.349
PASS-THROUGH PROGRAMS FROM:									
ARIZONA STATE UNIVERSITY									
	Environmental Protection-Consolidated Research	GFB	66.500 / 66.99-116SG					61.624	0
CORNELL UNIVERSITY MEDICAL COLLEGE									
	Environmental Protection-Consolidated Research	GFB	66.500 / 66.29067-5581					(185)	0
HARDING ESE, INC									
	Environmental Protection-Consolidated Research	GFB	66.500 / 66.S68098112-STEOP-701					3.192	0
KANSAS STATE UNIVERSITY									
	Environmental Protection-Consolidated Research	GLA	66.500 / 66.R825549-01					214	0
UNIVERSITY OF CHICAGO									
	Environmental Protection-Consolidated Research	GFB	66.500 / 66.22602-E					1.812	0
UNIVERSITY OF DELAWARE									
	Environmental Protection-Consolidated Research	GLA	66.500 / 66.R-82950001					43.438	0
WASHINGTON UNIVERSITY									
	Environmental Protection-Consolidated Research	GLA	66.500 / 66.CR827881-01-0					46.039	0
								-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								156.134	0
								-----	-----
SUBTOTAL OFFICE OF RESEARCH AND DEVELOPMENT, ENVIRONMENTAL PROTECTION AGENCY								2,672.546	975.349

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
OFFICE OF SOLID WASTE, ENVIRONMENTAL PROTECTION AGENCY					
DIRECT FROM:					
OFFICE OF SOLID WASTE, ENVIRONMENTAL PROTECTION AGENCY Solid Waste Management Assistance		GFB	66.808	20.966	0
SUBTOTAL DIRECT FROM:				----- 20.966	----- 0
SUBTOTAL OFFICE OF SOLID WASTE, ENVIRONMENTAL PROTECTION AGENCY				20.966	0
OFFICE OF WATER, ENVIRONMENTAL PROTECTION AGENCY					
DIRECT FROM:					
OFFICE OF WATER, ENVIRONMENTAL PROTECTION AGENCY Water Pollution Control: State and Interstate Program Support		GFD	66.419	12.506	0
Water Quality Cooperative Agreements		GGB	66.463	78.101	0
SUBTOTAL DIRECT FROM:				----- 90.607	----- 0
PASS-THROUGH PROGRAMS FROM:					
KEYSTONE CENTER					
Water Pollution Control: State and Interstate Program Support		GFB	66.419 / 66.OCG4399B	16.079	0
SUSTAINABLE FUTURES SOCIETY					
Water Quality Management Planning		GFB	66.454 / 66.OCG4473B	9.678	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				----- 25.757	----- 0
SUBTOTAL OFFICE OF WATER, ENVIRONMENTAL PROTECTION AGENCY				116.364	0
SUBTOTAL ENVIRONMENTAL PROTECTION AGENCY				----- 4,151.776	----- 1,198.367
-----					
NUCLEAR REGULATORY COMMISSION					
NUCLEAR REGULATORY COMMISSION					
DIRECT FROM:					
NUCLEAR REGULATORY COMMISSION R&D		GGB	77.NRC-04-02-055	101.575	0
SUBTOTAL DIRECT FROM:				----- 101.575	----- 0
SUBTOTAL NUCLEAR REGULATORY COMMISSION				101.575	0
SUBTOTAL NUCLEAR REGULATORY COMMISSION				----- 101.575	----- 0
-----					
DEPARTMENT OF ENERGY					
DEPARTMENT OF ENERGY					
DIRECT FROM:					
DEPARTMENT OF ENERGY					
R&D		GLA	81.00012867	25.262	0
R&D		GLA	81.19X-SW314C	27.405	0
R&D		GLA	81.2F-02161	25.000	0
R&D		GLA	81.4000011716	16.855	0
R&D		GLA	81.43822-001-02 9F	30.779	0
R&D		GLA	81.48538	272	0
R&D		GLA	81.63571	73.600	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY			NONCASH	STATE <sup>1</sup>	DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY			INDICATOR	AGENCY	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)				CFDA / OTHER ID NUMBER		
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME						
R&D		GLA		81.ADJ-2-30630-05	287,412	0
R&D		GLA		81.B531084	3,000	0
R&D		GLA		81.DE-AF26-02NT20343	40,000	0
R&D		GGB		81.DE-FC02-01ER63163 A001	486,461	169,336
R&D		GLA		81.DE-FC07-00CH11021	242,045	106,229
R&D		GLA		81.DE-FC07-00ID13850	37,583	0
R&D		GGB		81.DE-FC26-01NT41162	183,322	0
R&D		GLA		81.DE-FC26-02NT15342	39,045	9,846
R&D		GGB		81.DE-FC26-02NT41335 A001	218,811	0
R&D		GGB		81.DE-FC34-01RF02010 A003	37,452	0
R&D		GLA		81.DE-FG02-03ER15390	11,689	0
R&D		GGB		81.DE-FG03-00ER15084 A003	14,516	61,470
R&D		GLA		81.DE-FG03-00ER15090	69,499	0
R&D		GGB		81.DE-FG03-01ER63183	19,522	70,010
R&D		GGB		81.DE-FG03-01ER63239 A001	430,488	0
R&D		GLA		81.DE-FG03-01ER63242	39,517	0
R&D		GGB		81.DE-FG03-02ER15351	72,895	0
R&D		GGB		81.DE-FG03-02ER15376	34,951	0
R&D		GGB		81.DE-FG03-02ER63365 AMEND	302,061	125,877
R&D		GGB		81.DE-FG03-02ER63474	82,730	0
R&D		GGB		81.DE-FG03-02NA00062	51,128	0
R&D		GGB		81.DE-FG03-93ER14369 A010	88,116	0
R&D		GGB		81.DE-FG03-93ER40788 AMEND	3	0
R&D		GGB		81.DE-FG03-93ER40788 AMEND	429,178	76,073
R&D		GLA		81.DE-FG03-93ER40789	168,724	0
R&D		GGB		81.DE-FG03-94ER61748 A011	202,337	0
R&D		GLA		81.DE-FG03-95ER14568	63,816	0
R&D		GLA		81.DE-FG03-96ER45575	47,228	0
R&D		GGB		81.DE-FG03-97ER14797 A007	5,505	0
R&D		GLA		81.DE-FG03-98ER14908	269,781	0
R&D		GLA		81.DE-FG26-99FT40585	31,823	0
R&D		GGB		81.DE-FG03-96ER14625 M010	134,245	0
R&D		GLA		81.H1801-001-99 9F	13,621	0
R&D		GLA		81.KAT-0-30600-18	5,058	0
R&D		GLA		81.KAT-0-30600-19	3,903	0
R&D		GLA		81.KCQ-0-30600-10	20,982	0
R&D		GLA		81.KCQ-0-30600-14	29,283	0
R&D		GLA		81.KDJ-0-30600-03	10,686	0
R&D		GLA		81.KH 023299	37,295	0
R&D		GLA		81.KXCQ-1-30600-20	13,743	0
R&D		GLA		81.KXCQ-1-30600-21	10,768	0
R&D		GLA		81.KXDJ-0-30600-08	14,991	0
R&D		GLA		81.KXDJ-0-30600-24	26,230	0
R&D		GLA		81.KXDJ-0-30600-25	21,481	0
R&D		GLA		81.KXDJ-0-30600-26	42,503	0
R&D		GLA		81.KXDJ-0-30600-27	55,000	0
R&D		GLA		81.KXDJ-0-30600-28	10,206	0
R&D		GLA		81.KXDJ-0-30600-29	8,506	0
R&D		GLA		81.KXDJ-0-30600-30	9,622	0
R&D		GLA		81.KXDJ-0-30600-31	15,337	0
R&D		GLA		81.KXDJ-0-30600-32	12,154	0
R&D		GLA		81.KXDJ-0-30600-33	2,708	0
R&D		GLA		81.KXDJ-0-30600-34	10,376	0
R&D		GLA		81.KXDK-0-30600-23	44,680	0
R&D		GLA		81.KXEA-3-33607-01	13,337	0
R&D		GLA		81.KXEA-3-33607-02	11,680	0
R&D		GLA		81.KXEA-3-33607-03	20,524	0
R&D		GLA		81.KXEA-3-33607-04	4,235	0
R&D		GLA		81.KXEA-3-33607-05	4,428	0
R&D		GLA		81.KXEA-3-33607-07	11,059	0
R&D		GLA		81.PO 12727	14,102	0
R&D		GLA		81.PO 26801	57,935	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		NONCASH	STATE <sup>1</sup>		DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY		INDICATOR	AGENCY	CFDA / OTHER ID NUMBER	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME						
R&D			GLA	81.PO 30817	11,292	0
R&D			GLA	81.PO 66962	12,365	0
R&D			GLA	81.PO 78389	123,790	22,724
R&D			GLA	81.PO 97012	25,000	0
R&D			GLA	81.PO#173797	98,079	0
R&D			GLA	81.XCO-2-32042-01	68,222	0
R&D			GLA	81.XDJ-2-30630-27	71,005	0
R&D			GLA	81.XDK-3-32626-01	46,899	0
SUBTOTAL DIRECT FROM:					5,357,141	641,565
PASS-THROUGH PROGRAMS FROM:						
AMERICAN IRON & STEEL INST.						
R&D			GLA	81.DE-FC07-97ID13554	18,380	0
AMERICAN IRON AND STEEL INST						
R&D			GLA	81.DE-FC07-97ID13554	23,443	0
AMERICAN IRON AND STEEL INST.						
R&D			GLA	81.DE-FC07-97ID13554	143,879	0
AMERICAN IRON AND STEEL INSTIT						
R&D			GLA	81.DE-FC07-97ID13554	7,222	0
CARGILL DOW POLYMERS, LLC						
Alternative Fuel Transportation Program						
R&D			GLA	81.111 / 81.DE-FC02-99CH11010	270,823	0
CATERPILLAR						
R&D			GLA	81.DE-FC07-01ID14242	80,239	0
ITN ENERGY SYSTEMS						
R&D			GLA	81.ZDO-2-30628-07	88,406	0
ITN ENERGY SYSTEMS, INC						
R&D			GLA	81.NDJ-2-30630-11	139,393	0
ITN ENERGY SYSTEMS, INC.						
R&D			GLA	81.DE-AC36-83CH10093	8,685	0
NISOURCE						
R&D			GLA	81.DE-AC36-99G010337	(18)	0
NISOURCE ENERGY TECHNOLOGIES						
R&D			GLA	81.4500013009	14,753	0
PARSON I & T GROUP INC.						
R&D			GLA	81.DE-AM01-98FE65271	25,788	0
PETROLEUM TECHNOLOGY TRANSF CO						
R&D			GLA	81.DE-FC26-98BC15118	144,574	0
SPONSOR NAME NOT FOUND FOR YCAE01 **						
R&D			GGB	81.1215	32,510	0
STRATA PRODUCTION COMPANY						
R&D			GLA	81.DE-FG04-01AL67212	462,954	0
THE TIMKEN COMPANY						
R&D			GLA	81.DE-FC07-99ID13819	90,434	0
UNIVERSITY OF TENNESSEE						
R&D			GLA	81.DE-FG02-94-ER14421	5,812	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:					1,557,277	0
SUBTOTAL DEPARTMENT OF ENERGY					6,914,418	641,565
ENVIRONMENTAL MANAGEMENT, OFFICE OF MANAGEMENT AND EVALUATION, DEPARTMENT OF ENERGY						
PASS-THROUGH PROGRAMS FROM:						
LAWRENCE LIVERMORE NATIONAL LABORATORY						
Academic Partnerships						
			GFD	81.102 / 81.B522753	11,653	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:					11,653	0
SUBTOTAL ENVIRONMENTAL MANAGEMENT, OFFICE OF MANAGEMENT AND EVALUATION, DEPARTMENT OF ENERGY					11,653	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.



STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
OFFICE OF ENERGY EFFICIENCY AND RENEWABLE ENERGY, DEPARTMENT OF ENERGY					
DIRECT FROM:					
OFFICE OF ENERGY EFFICIENCY AND RENEWABLE ENERGY, DEPARTMENT OF ENERGY					
Inventions and Innovations		GGB	81.036	44,602	0
Conservation Research & Development		GGB	81.086	80,653	0
Conservation Research & Development		GLA	81.086 / 81.DE-FC02-01CH11088	265,039	0
Conservation Research & Development		GLA	81.086 / 81.DE-FC07-011D13998	126,834	0
Conservation Research & Development		GLA	81.086 / 81.DE-FG07-011D14008	91,001	0
SUBTOTAL DIRECT FROM:				608,129	0
PASS-THROUGH PROGRAMS FROM:					
UNIV. OF CALIFORNIA, IRVINE					
Conservation Research & Development		GLA	81.086 / 81.DE-FC07-001D13816	33,230	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				33,230	0
SUBTOTAL OFFICE OF ENERGY EFFICIENCY AND RENEWABLE ENERGY, DEPARTMENT OF ENERGY				641,359	0
OFFICE OF ENERGY EFFICIENCY CONSERVATION AND RENEWABLE ENERGY, DEPARTMENT OF ENERGY					
DIRECT FROM:					
OFFICE OF ENERGY EFFICIENCY CONSERVATION AND RENEWABLE ENERGY, DEPARTMENT OF ENERGY					
Renewable Energy Research & Development		GFB	81.087	1,115,544	35,239
Renewable Energy Research & Development		GFD	81.087	2,443	0
SUBTOTAL DIRECT FROM:				1,117,987	35,239
PASS-THROUGH PROGRAMS FROM:					
ARGONNE NATIONAL LABORATORY - SEE UCHICAGO					
Renewable Energy Research & Development		GFB	81.087 / 81.3B-00061	22,153	0
BATTELLE, COLUMBUS DIVISION					
Renewable Energy Research & Development		GFB	81.087 / 81.4000016917	60,763	0
CERAMEM CORPORATION					
Renewable Energy Research & Development		GFB	81.087 / 81.0CG4178B	(4,253)	0
CONSORTIUM FOR PLANT BIOTECHNOLOGY RESEARCH					
Renewable Energy Research & Development		GFB	81.087 / 81.0R22072-103	(4,665)	0
INDIANA UNIVERSITY					
Renewable Energy Research & Development		GFB	81.087 / 81.10807-0234	0	201,966
LAWRENCE LIVERMORE NATIONAL LABORATORY					
Renewable Energy Research & Development		GFB	81.087 / 81.8532803	14,142	0
LOS ALAMOS NATIONAL LABORATORIES					
Renewable Energy Research & Development		GFB	81.087 / 81.21485-001-01 2J	92,784	0
MASSACHUSETTS INSTITUTE OF TECHNOLOGY					
Renewable Energy Research & Development		GFB	81.087 / 81.5710001164	51,709	0
NATIONAL RENEWABLE ENERGY LABORATORY					
Renewable Energy Research & Development		GFB	81.087 / 81.KAK-6-16810-18	7,627	0
Renewable Energy Research & Development		GFB	81.087 / 81.KDJ-9-29638-07	105,201	0
Renewable Energy Research & Development		GFB	81.087 / 81.KDJ-9-29638-09	62	0
Renewable Energy Research & Development		GFB	81.087 / 81.KDJ-9-29638-12	115	0
Renewable Energy Research & Development		GFB	81.087 / 81.KXCQ-9-29638-21	29,968	0
Renewable Energy Research & Development		GFB	81.087 / 81.KXDJ-9-29638-20	33,694	0
Renewable Energy Research & Development		GFB	81.087 / 81.KXDK-9-29638-22	13,815	0
Renewable Energy Research & Development		GFB	81.087 / 81.KXEA-3-33606-02	8,752	0
Renewable Energy Research & Development		GFB	81.087 / 81.LXDK-9-29638-10	32,333	0
Renewable Energy Research & Development		GFB	81.087 / 81.XAM-1-31220-01	417	0
Renewable Energy Research & Development		GFB	81.087 / 81.XCX-3-32227-03	31,006	0
Renewable Energy Research & Development		GFB	81.087 / 81.XCX-9-29204-01	47,928	0
Renewable Energy Research & Development		GFB	81.087 / 81.XCX-9-29204-04	110,320	0
SANDIA NATIONAL LABORATORIES					
Renewable Energy Research & Development		GFB	81.087 / 81.15191 PO#A0357	130,337	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY						
MAJOR SUBDIVISION OF FEDERAL AGENCY						
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS	
Renewable Energy Research & Development		GFB	81.087 / 81.15268	143.686	0	
Renewable Energy Research & Development		GFB	81.087 / 81.22457	1.947	0	
Renewable Energy Research & Development		GFB	81.087 / 81.31095	213.152	0	
Renewable Energy Research & Development		GFB	81.087 / 81.35962	79.745	0	
Renewable Energy Research & Development		GFB	81.087 / 81.76473	39.494	0	
TULANE UNIVERSITY						
Renewable Energy Research & Development		GFB	81.087 / 81.TUL-083-99/00	83.093	0	
Renewable Energy Research & Development		GFB	81.087 / 81.TUL-109-00/01	90.429	0	
Renewable Energy Research & Development		GFB	81.087 / 81.TUL-130-02/03	2.046	0	
Renewable Energy Research & Development		GFB	81.087 / 81.TUL-131-02/03	45.935	0	
UNIVERSITY OF NEBRASKA AT LINCOLN						
Renewable Energy Research & Development		GFB	81.087 / 81.25-1116-0001-002	71.350	0	
UNIVERSITY OF NEBRASKA LINCOLN						
Renewable Energy Research & Development		GFB	81.087 / 81.LWT/62-123-06541	635	0	
UNIVERSITY OF WISCONSIN						
Renewable Energy Research & Development		GFB	81.087 / 81.A033526	17.105	0	
UT BATTELLE LLC						
Renewable Energy Research & Development		GFB	81.087 / 81.4000009943	10.555	0	
Renewable Energy Research & Development		GFB	81.087 / 81.4000020544	20.749	0	
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				1,604.129	201.966	
SUBTOTAL OFFICE OF ENERGY EFFICIENCY CONSERVATION AND RENEWABLE ENERGY, DEPARTMENT OF ENERGY				2,722.116	237.205	
OFFICE OF ENERGY RESEARCH, DEPARTMENT OF ENERGY						
DIRECT FROM:						
OFFICE OF ENERGY RESEARCH, DEPARTMENT OF ENERGY						
Used Energy-Related Laboratory Equipment Grants		GFB	81.022	(12)	0	
Office of Science Financial Assistance Program		GFB	81.049	4,833.666	(659)	
Office of Science Financial Assistance Program		GFE	81.049	261.733	468,549	
Office of Science Financial Assistance Program		GGB	81.049	994.889	0	
Office of Science Financial Assistance Program		GLA	81.049 / 81.DE-FG03-93ER14363	65.443	0	
Office of Science Financial Assistance Program		GLA	81.049 / 81.DE-FG03-95ER54303	76.782	0	
SUBTOTAL DIRECT FROM:				6,232.501	467.890	
PASS-THROUGH PROGRAMS FROM:						
FERMI NATIONAL ACCELERATOR LABORATORY						
University-Laboratory Cooperative Program		GFD	81.004 / 81.PO 524631	42.421	0	
Office of Science Financial Assistance Program		GFB	81.049 / 81.521463	5.126	0	
Office of Science Financial Assistance Program		GFB	81.049 / 81.870760	1.109	0	
INDIANA UNIVERSITY						
University-Laboratory Cooperative Program		GFB	81.004 / 81.10807-0234	51.028	0	
Office of Science Financial Assistance Program		GFB	81.049 / 81.PO#10307-0296	10	0	
IOWA STATE UNIVERSITY						
Office of Science Financial Assistance Program		GFB	81.049 / 81.SC-01-289	23.589	0	
LAWRENCE LIVERMORE NATIONAL LABORATORY						
Office of Science Financial Assistance Program		GFB	81.049 / 81.B218772	11.024	0	
Office of Science Financial Assistance Program		GFB	81.049 / 81.B347880	(948)	0	
Office of Science Financial Assistance Program		GFB	81.049 / 81.B519052	(1.088)	0	
NATIONAL RENEWABLE ENERGY LABORATORY						
Office of Science Financial Assistance Program		GFB	81.049 / 81.AAD-2-31616-01	24.234	0	
Office of Science Financial Assistance Program		GFB	81.049 / 81.ADH-1-31125-01	4	0	
Office of Science Financial Assistance Program		GFB	81.049 / 81.KAK-6-16810-01	(1.627)	0	
Office of Science Financial Assistance Program		GFB	81.049 / 81.KAK-6-16810-10	1.599	0	
Office of Science Financial Assistance Program		GFB	81.049 / 81.KAK-6-16810-13	(11.807)	0	
Office of Science Financial Assistance Program		GFB	81.049 / 81.KAT-9-29638-13	(10.557)	0	

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		NONCASH	STATE <sup>1</sup>		DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY		INDICATOR	AGENCY	CFDA / OTHER ID NUMBER	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME						
	Office of Science Financial Assistance Program	GFB	81.049	/ 81.KCQ-9-29638-11	2,456	0
	Office of Science Financial Assistance Program	GFB	81.049	/ 81.KDJ-9-29638-01	(57)	0
	Office of Science Financial Assistance Program	GFB	81.049	/ 81.KDJ-9-29638-02	17,739	0
	Office of Science Financial Assistance Program	GFB	81.049	/ 81.KDJ-9-29638-14	460	0
	Office of Science Financial Assistance Program	GFB	81.049	/ 81.KDJ-9-29638-16	240	0
	Pennsylvania State University					
	Office of Science Financial Assistance Program	GGB	81.049	/ 81.1948-CSU-USDOE-3008 A	(4,910)	0
	SANDIA NATIONAL LABORATORIES					
	Used Energy-Related Laboratory Equipment Grants	GFB	81.022	/ 81.12610	18	0
	Used Energy-Related Laboratory Equipment Grants	GFB	81.022	/ 81.16809	531	0
	Office of Science Financial Assistance Program	GFB	81.049	/ 81.4393	13,908	0
	SPONSOR NAME NOT FOUND FOR YMD00 **					
	Office of Science Financial Assistance Program	GGB	81.049	/ 81.2443803	74,859	0
	TULANE UNIVERSITY					
	Office of Science Financial Assistance Program	GFB	81.049	/ 81.TUL-032-95/96	(8,149)	0
	Office of Science Financial Assistance Program	GFD	81.049	/ 81.TUL-083-99/00	(2,838)	0
	Office of Scientific & Technical Information	GFB	81.064	/ 81.TUL-138-0203	109,690	0
	UNIVERSITY OF MISSOURI-ROLLA					
	Office of Science Financial Assistance Program	GFB	81.049	/ 81.0CG4401B	54,001	0
	University of California					
	Office of Science Financial Assistance Program	GGB	81.049	/ 81.3579302	2,939	0
	VANDERBILT UNIVERSITY					
	Office of Science Financial Assistance Program	GLA	81.049	/ 81.DE-FG02-03ER15385	12,676	0
	SUBTOTAL PASS-THROUGH PROGRAMS FROM:				407,680	0
	SUBTOTAL OFFICE OF ENERGY RESEARCH, DEPARTMENT OF ENERGY				6,640,181	467,890
	OFFICE OF FOSSIL ENERGY, DEPARTMENT OF ENERGY					
	PASS-THROUGH PROGRAMS FROM:					
	PENNSYLVANIA					
	Fossil Energy Research & Development	GLA	81.089	/ 81.DE-FC26-00NT41025	70,601	0
	SUBTOTAL PASS-THROUGH PROGRAMS FROM:				70,601	0
	SUBTOTAL OFFICE OF FOSSIL ENERGY, DEPARTMENT OF ENERGY				70,601	0
	SUBTOTAL DEPARTMENT OF ENERGY				17,000,328	1,346,660
-----						
	DEPARTMENT OF EDUCATION					
	DEPARTMENT OF EDUCATION					
	DIRECT FROM:					
	DEPARTMENT OF EDUCATION					
	R&D	GGB	84.DE-FG03-02ER63370	A001	400,447	0
	SUBTOTAL DIRECT FROM:				400,447	0
	PASS-THROUGH PROGRAMS FROM:					
	STOLAR HORIZON, INC.					
	R&D	GLA	84.DE-FC25-01NT41050		103,135	0
	UNIVERSITY OF PITTSBURGH					
	R&D	GLA	84.070183-1		318	0
	SUBTOTAL PASS-THROUGH PROGRAMS FROM:				103,453	0
	SUBTOTAL DEPARTMENT OF EDUCATION				503,900	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
OFFICE OF ASSISTANT SECRETARY FOR EDUCATIONAL RESEARCH AND IMPROVEMENT, DEPARTMENT OF EDUCATION									
PASS-THROUGH PROGRAMS FROM:									
CHILDRENS HOSPITAL									
Star Schools									
					GFE	84.203	/ 84.PN0101-009	64,953	0
								-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								64,953	0
								-----	-----
SUBTOTAL OFFICE OF ASSISTANT SECRETARY FOR EDUCATIONAL RESEARCH AND IMPROVEMENT, DEPARTMENT OF EDUCATION								64,953	0
OFFICE OF ASSISTANT SECRETARY FOR ELEMENTARY AND SECONDARY EDUCATION, DEPARTMENT OF EDUCATION									
PASS-THROUGH PROGRAMS FROM:									
FLORIDA INTERNATIONAL UNIVERSITY									
Civil Rights Training and Advisory Services									
					GFB	84.004	/ 84.541107450-02P030192	11,895	0
								-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								11,895	0
								-----	-----
SUBTOTAL OFFICE OF ASSISTANT SECRETARY FOR ELEMENTARY AND SECONDARY EDUCATION, DEPARTMENT OF EDUCATION								11,895	0
OFFICE OF ASSISTANT SECRETARY FOR POSTSECONDARY EDUCATION, DEPARTMENT OF EDUCATION									
DIRECT FROM:									
OFFICE OF ASSISTANT SECRETARY FOR POSTSECONDARY EDUCATION, DEPARTMENT OF EDUCATION									
Overseas_Faculty Research Abroad									
					GGB	84.019		3,457	0
TRIO: Student Support Services									
					GGB	84.042		51,273	0
Fund for the Improvement of Postsecondary Education									
					GFC	84.116		67,658	0
Fund for the Improvement of Postsecondary Education									
					GGB	84.116		166,642	0
Graduate Assistance in Areas of National Need									
					GFD	84.200		928	0
Graduate Assistance in Areas of National Need									
					GGB	84.200		142,106	0
Graduate Assistance in Areas of National Need									
					GLA	84.200	/ 84.P200A000447	84,343	0
Graduate Assistance in Areas of National Need									
					GLA	84.200	/ 84.P200A000845-02	106,457	0
Teacher Quality Enhancement Grants									
					GFC	84.336		182,856	30,000
								-----	-----
SUBTOTAL DIRECT FROM:								805,720	30,000
PASS-THROUGH PROGRAMS FROM:									
OHIO UNIVERSITY									
Fund for the Improvement of Postsecondary Education									
					GFC	84.116	/ 84.UT 10386	10,859	0
PENN STATE									
Fund for the Improvement of Postsecondary Education									
					GLA	84.116	/ 84.P116J000044	14,294	0
UNIVERSITY OF MIAMI									
Fund for the Improvement of Postsecondary Education									
					GFD	84.116	/ 84.P116J010029	8,773	0
								-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								33,926	0
								-----	-----
SUBTOTAL OFFICE OF ASSISTANT SECRETARY FOR POSTSECONDARY EDUCATION, DEPARTMENT OF EDUCATION								839,646	30,000
OFFICE OF ASSISTANT SECRETARY FOR SPECIAL EDUCATION AND REHABILITATIVE SERVICES, DEPARTMENT OF EDUCATION									
DIRECT FROM:									
OFFICE OF ASSISTANT SECRETARY FOR SPECIAL EDUCATION AND REHABILITATIVE SERVICES, DEPARTMENT OF EDUCATION									
National Institute on Disability and Rehabilitation Research									
					GFE	84.133		191,924	17,262
								-----	-----
SUBTOTAL DIRECT FROM:								191,924	17,262

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
PASS-THROUGH PROGRAMS FROM:									
UNIVERSITY OF MINNESOTA									
National Institute on Disability and Rehabilitation Research						GFE	84.133 / 84.H133B980047-01	69,623	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								69,623	0
SUBTOTAL OFFICE OF ASSISTANT SECRETARY FOR SPECIAL EDUCATION AND REHABILITATIVE SERVICES, DEPARTMENT OF EDUCATION								261,547	17,262
OFFICE OF BILINGUAL EDUCATION AND MINORITY LANGUAGES AFFAIRS, DEPARTMENT OF EDUCATION									
DIRECT FROM:									
OFFICE OF BILINGUAL EDUCATION AND MINORITY LANGUAGES AFFAIRS, DEPARTMENT OF EDUCATION									
Bilingual Education: Professional Development						GFD	84.195	685,729	0
SUBTOTAL DIRECT FROM:								685,729	0
SUBTOTAL OFFICE OF BILINGUAL EDUCATION AND MINORITY LANGUAGES AFFAIRS, DEPARTMENT OF EDUCATION								685,729	0
OFFICE OF EDUCATION RESEARCH AND IMPROVEMENT, DEPARTMENT OF EDUCATION									
DIRECT FROM:									
OFFICE OF EDUCATION RESEARCH AND IMPROVEMENT, DEPARTMENT OF EDUCATION									
Education Research, Development and Dissemination						GFB	84.305	62,422	11,294
Education Research, Development and Dissemination						GFD	84.305	207,129	0
SUBTOTAL DIRECT FROM:								269,551	11,294
PASS-THROUGH PROGRAMS FROM:									
UNIVERSITY OF CALIFORNIA LOS ANGELES									
Educational Research and Development						GFB	84.117 / 84.0070G9H810	(138)	0
Education Research, Development and Dissemination						GFB	84.305 / 84.0070 G CC911	252,847	0
Education Research, Development and Dissemination						GFB	84.305 / 84.0077 G CC911	(51,799)	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								200,910	0
SUBTOTAL OFFICE OF EDUCATION RESEARCH AND IMPROVEMENT, DEPARTMENT OF EDUCATION								470,461	11,294
OFFICE OF ELEMENTARY AND SECONDARY EDUCATION, DEPARTMENT OF EDUCATION									
DIRECT FROM:									
OFFICE OF ELEMENTARY AND SECONDARY EDUCATION, DEPARTMENT OF EDUCATION									
Safe and Drug-Free Schools and Communities: National Programs						GGB	84.184	172,108	0
SUBTOTAL DIRECT FROM:								172,108	0
PASS-THROUGH PROGRAMS FROM:									
DENVER PUBLIC SCHOOLS									
Title I Grants to Local Educational Agencies						GFE	84.010 / 84.PN0004-056	(1)	0
Title I Grants to Local Educational Agencies						GFE	84.010 / 84.PN0101-031	240	0
Title I Grants to Local Educational Agencies						GFE	84.010 / 84.PN0207-173	138,662	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								138,901	0
SUBTOTAL OFFICE OF ELEMENTARY AND SECONDARY EDUCATION, DEPARTMENT OF EDUCATION								311,009	0
OFFICE OF SPECIAL EDUCATION AND REHABILITATIVE SERVICES, DEPARTMENT OF EDUCATION									
DIRECT FROM:									
OFFICE OF SPECIAL EDUCATION AND REHABILITATIVE SERVICES, DEPARTMENT OF EDUCATION									
Special Education: Innovation and Development						GFD	84.023	15,626	0
Secondary Education and Transitional Services for Youth with Disabilities						GFC	84.158	1	0
Special Education: Research and Innovation to Improve Services and Results for Children with Disabilities						GFB	84.324	17,052	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY				NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME					
			Special Education: Research and Innovation to Improve Services and Results for Children with Disabilities	GFC	84.324		142,199	0
			Special Education: Research and Innovation to Improve Services and Results for Children with Disabilities	GFD	84.324		190,977	(7,500)
			Special Education: Research and Innovation to Improve Services and Results for Children with Disabilities	GFE	84.324		132,416	18,506
			Special Education: Research and Innovation to Improve Services and Results for Children with Disabilities	GGB	84.324		617,624	21,128
			Special Education: Research and Innovation to Improve Services and Results for Children with Disabilities	GKA	84.324 / 84.H324E015001		302,595	64,880
			Special Education: Personnel Preparation to Improve Services and Results for Children with Disabilities	GFB	84.325		167,165	77,414
			Special Education: Personnel Preparation to Improve Services and Results for Children with Disabilities	GFD	84.325		243,574	0
SUBTOTAL DIRECT FROM:							1,829,229	174,428
PASS-THROUGH PROGRAMS FROM:								
CHILDRENS HOSPITAL								
			Special Education: Program for Severely Disabled Children	GFE	84.086 / 84.PN9711		7,338	0
TENNESSE VOICES FOR CHILDREN								
			Special Education: Research and Innovation to Improve Services and Results for Children with Disabilities	GFD	84.324 / 84.H324C000049		67,328	0
UNIVERSITY OF CENTRAL FLORIDA								
			Special Education: Personnel Preparation to Improve Services and Results for Children with Disabilities	GFD	84.325 / 84.14-27-523		24,750	0
UNIVERSITY OF MIAMI								
			Special Education: Innovation and Development	GFB	84.023 / 84.669582		7,694	0
UNIVERSITY OF SOUTH FLORIDA								
			Special Education: Research and Innovation to Improve Services and Results for Children with Disabilities	GFD	84.324 / 84.5830-479-LO-H		180,306	0
UNIVERSITY OF WASHINGTON								
			Special Education: Personnel Preparation to Improve Services and Results for Children with Disabilities	GFD	84.325 / 84.NO. 633460		38,848	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:							326,264	0
SUBTOTAL OFFICE OF SPECIAL EDUCATION AND REHABILITATIVE SERVICES, DEPARTMENT OF EDUCATION							2,155,493	174,428
OFFICE OF THE DIRECTOR FOR BILINGUAL EDUCATION AND MINORITY LANGUAGES AFFAIRS, DEPARTMENT OF EDUCATION								
DIRECT FROM:								
OFFICE OF THE DIRECTOR FOR BILINGUAL EDUCATION AND MINORITY LANGUAGES AFFAIRS, DEPARTMENT OF EDUCATION								
			Bilingual Education: Research Programs	GFB	84.292		135,042	0
			Bilingual Education: Research Programs	GFD	84.292		151	0
SUBTOTAL DIRECT FROM:							135,193	0
PASS-THROUGH PROGRAMS FROM:								
DENVER PUBLIC SCHOOLS								
			Bilingual Education: Systemwide Improvement Grants	GFD	84.291 / 84.T291R0000009-01		37,959	0
			Bilingual Education: Systemwide Improvement Grants	GFD	84.291 / 84.T291R0000009-02		148,452	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:							186,411	0
SUBTOTAL OFFICE OF THE DIRECTOR FOR BILINGUAL EDUCATION AND MINORITY LANGUAGES AFFAIRS, DEPARTMENT OF EDUCATION							321,604	0
SUBTOTAL DEPARTMENT OF EDUCATION							5,626,237	232,984
-----								
DEPARTMENT OF HEALTH AND HUMAN SERVICES								
ADMINISTRATION FOR CHILDREN AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES								
DIRECT FROM:								
ADMINISTRATION FOR CHILDREN AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES								
			Head Start	GFE	93.600		592,635	0
			Developmental Disabilities Projects of National Significance	GFE	93.631		249,669	0
			Child Abuse and Neglect Discretionary Activities	GFE	93.670		302,881	0
SUBTOTAL DIRECT FROM:							1,145,185	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY						
MAJOR SUBDIVISION OF FEDERAL AGENCY						
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS	
PASS-THROUGH PROGRAMS FROM:						
UNIVERSITY NEBRASKA MEDICAL CENTER						
Grants to States for Access and Visitation Programs (B) -		GFE	93.597 / 93.PN9810-004	6.167	0	
UNIVERSITY OF ILLINOIS						
Head Start		GFD	93.600 / 93.90YD0119/01	288.423	0	
				-----	-----	
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				294.590	0	
				-----	-----	
SUBTOTAL ADMINISTRATION FOR CHILDREN AND FAMILIES, DEPARTMENT OF HEALTH AND HUMAN SERVICES				1,439.775	0	
				-----	-----	
ADMINISTRATION ON AGING, OFFICE OF THE SECRETARY, DEPARTMENT OF HEALTH AND HUMAN SERVICES						
PASS-THROUGH PROGRAMS FROM:						
MATHEMATICA POLICY RESEARCH INC						
Special Programs for the Aging: Title IV: and Title II: Discretionary Projects		GFE	93.048 / 93.MPR 8667-99-30	157.219	0	
VETERANS MEDICAL RESEARCH FOUNDATION						
Special Programs for the Aging: Title III, Part D: Disease Prevention and Health Promotion Services		GFE	93.043 / 93.MH5253-01A2 1 R01	(9.260)	0	
Special Programs for the Aging: Title III, Part D: Disease Prevention and Health Promotion Services		GFE	93.043 / 93.MH5253-02 5 R01	(2.234)	0	
				-----	-----	
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				145.725	0	
				-----	-----	
SUBTOTAL ADMINISTRATION ON AGING, OFFICE OF THE SECRETARY, DEPARTMENT OF HEALTH AND HUMAN SERVICES				145.725	0	
				-----	-----	
AGENCY FOR HEALTH CARE POLICY AND RESEARCH, DEPARTMENT OF HEALTH AND HUMAN SERVICES						
DIRECT FROM:						
AGENCY FOR HEALTH CARE POLICY AND RESEARCH, DEPARTMENT OF HEALTH AND HUMAN SERVICES						
Research on Health Care Outcomes and Quality		GFE	93.180	283.257	0	
National Research Service Awards: Health Services Research Training		GFE	93.225	16.826	0	
Research on Healthcare Costs, Quality and Outcomes		GFB	93.226	1.997	0	
Research on Healthcare Costs, Quality and Outcomes		GFE	93.226	2,914.481	1,071.532	
				-----	-----	
SUBTOTAL DIRECT FROM:				3,216.561	1,071.532	
				-----	-----	
PASS-THROUGH PROGRAMS FROM:						
AMERICAN COLLEGE OF SURGEONS						
Research on Healthcare Costs, Quality and Outcomes		GFE	93.226 / 93.AMCOLSU-U18 HS11913	192.256	0	
Research on Healthcare Costs, Quality and Outcomes		GFE	93.226 / 93.R01 HS12029	61.783	0	
DENVER HEALTH AND HOSPITAL						
Research on Health Care Outcomes and Quality		GFE	93.180 / 93.DHH-E1038B	17.789	0	
HEALTH RESEARCH AND EDUCATION TRUST						
Research on Healthcare Costs, Quality and Outcomes		GFE	93.226 / 93.HRET 50201	185.588	0	
MCKESSEN BIOSERVICES						
Research on Healthcare Costs, Quality and Outcomes		GFE	93.226 / 93.MBS-95016-1	72.323	0	
NATL JEWISH HOSPITAL						
Research on Health Care Outcomes and Quality		GFE	93.180 / 93.PN0302-079	29.234	0	
OREGON HEALTH SCIENCES UNIVERSITY						
National Research Service Awards: Health Services Research Training		GFE	93.225 / 93.OHSU 6398024	7.563	0	
ORGAN RECOVERY SYSTEMS						
Research on Healthcare Costs, Quality and Outcomes		GFE	93.226 / 93.PN0112-008	16.054	0	
UNIVERSITY OF CALIFORNIA AT SAN FRANCISCO						
Research on Healthcare Costs, Quality and Outcomes		GFE	93.226 / 93.1 R01 HS13001	(36)	0	
Research on Healthcare Costs, Quality and Outcomes		GFE	93.226 / 93.444918-32776	7.598	0	
Research on Healthcare Costs, Quality and Outcomes		GFD	93.226 / 93.SUB. #2611SC	336.479	0	
UNIVERSITY OF MICHIGAN						
Research on Healthcare Costs, Quality and Outcomes		GFB	93.226 / 93.M000108	26.094	0	
UNIVERSITY OF UTAH						
Research on Healthcare Costs, Quality and Outcomes		GFE	93.226 / 93.PN0305-099	9.286	0	
				-----	-----	
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				962.011	0	
				-----	-----	
SUBTOTAL AGENCY FOR HEALTH CARE POLICY AND RESEARCH, DEPARTMENT OF HEALTH AND HUMAN SERVICES				4,178.572	1,071.532	

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY					
MAJOR SUBDIVISION OF FEDERAL AGENCY					
SOURCE TYPE (DIRECT OR PASS-THROUGH)					
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)					
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
AGENCY FOR TOXIC SUBSTANCES AND DISEASE REGISTRY, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
AGENCY FOR TOXIC SUBSTANCES AND DISEASE REGISTRY, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Human Health Studies: Applied Research and Development		GFE	93.206	304,145	20,575
SUBTOTAL DIRECT FROM:				----- 304,145	----- 20,575
SUBTOTAL AGENCY FOR TOXIC SUBSTANCES AND DISEASE REGISTRY, DEPARTMENT OF HEALTH AND HUMAN SERVICES				304,145	20,575
CENTERS FOR DISEASE CONTROL AND PREVENTION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
CENTERS FOR DISEASE CONTROL AND PREVENTION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Project Grants and Cooperative Agreements for Tuberculosis Control Programs		GFB	93.116	444	0
Centers for Research and Demonstration for Health Promotion and Disease Prevention		GFE	93.135	1,127,036	43,229
Injury Prevention and Control Research and State and Community Based Programs		GGB	93.136	1,042,423	224,436
Health Program for Toxic Substances and Disease Registry		GGB	93.161	79,220	0
Occupational Safety and Health Research Grants		GFB	93.262	583,691	367,624
Occupational Safety and Health Research Grants		GFE	93.262	227,301	35,265
Occupational Safety and Health Research Grants		GGB	93.262	640,416	70,761
Occupational Safety and Health: Training Grants		GGB	93.263	78,418	0
Immunization Grants		GFE	93.268	17,795	59,270
Centers for Disease Control and Prevention: Investigations and Technical Assistance		GFD	93.283	17,716	0
Centers for Disease Control and Prevention: Investigations and Technical Assistance		GFE	93.283	960,869	326,229
Centers for Disease Control and Prevention: Investigations and Technical Assistance		GGB	93.283	528,383	110,961
Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance		GFD	93.944	4,407	0
R&D		GLA	93.U60/CCU816929-03	211,598	1,508
R&D		GLA	93.U60/CCU816929-04	724,483	13,294
SUBTOTAL DIRECT FROM:				----- 6,244,200	----- 1,252,577
PASS-THROUGH PROGRAMS FROM:					
ASSOCIATION OF MAERICAN MEDICAL COLLEGES					
Centers for Disease Control and Prevention: Investigations and Technical Assistance		GFE	93.283 / 93.MM-0067-02/02	157,526	0
DENVER HEALTH AND HOSPITAL					
Centers for Research and Demonstration for Health Promotion and Disease Prevention		GFE	93.135 / 93.DHH E0596D1	4,055	0
Centers for Disease Control and Prevention: Investigations and Technical Assistance		GFE	93.283 / 93.DHH E0585G	413	0
HIV Prevention Activities: Health Department Based		GFE	93.940 / 93.DHH-E0801D	18,108	0
HIV Prevention Activities: Health Department Based		GFE	93.940 / 93.DHH-E1039B	10,147	0
Preventive Health Services: Sexually Transmitted Diseases Research, Demonstrations, and Public		GFE	93.978 / 93.DHH-E0958E3	5,893	0
NOVA RESEARCH COMPANY					
Preventive Health Services: Sexually Transmitted Diseases Research, Demonstrations, and Public		GFE	93.978 / 93.R01-DA-14717	3,147	0
University of Iowa					
Occupational Safety and Health Research Grants		GGB	93.262 / 93.PO # 4000094349	19,784	0
Occupational Safety and Health Research Grants		GGB	93.262 / 93.PO #4000501471	10,000	0
WESTAT, INC					
HIV Prevention Activities: Non-Governmental Organization Based		GFE	93.939 / 93.7735 N01 HD 3 3162	526,672	153,076
HIV Prevention Activities: Non-Governmental Organization Based		GFE	93.939 / 93.WESTAT N01HD33162	111,648	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				----- 867,393	----- 153,076
SUBTOTAL CENTERS FOR DISEASE CONTROL AND PREVENTION, DEPARTMENT OF HEALTH AND HUMAN SERVICES				----- 7,111,593	----- 1,405,653
DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
DEPARTMENT OF HEALTH AND HUMAN SERVICES					
R&D		GGB	93.90CT0094/03	52,443	0
SUBTOTAL DIRECT FROM:				----- 52,443	----- 0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.



STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
PASS-THROUGH PROGRAMS FROM:					
City of Hope National Medical Center R&D		GGB	93.3653201	3,281	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				3,281	0
SUBTOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES				55,724	0
FOOD AND DRUG ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
FOOD AND DRUG ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Food and Drug Administration: Research		GFE	93.103	(17,562)	0
Food and Drug Administration: Research		GGB	93.103	269,814	0
SUBTOTAL DIRECT FROM:				252,252	0
SUBTOTAL FOOD AND DRUG ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES				252,252	0
HEALTH CARE FINANCING ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
HEALTH CARE FINANCING ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Medicare: Supplementary Medical Insurance		GFE	93.774	2,117,414	0
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations, and Evaluations		GFE	93.779	181,366	0
SUBTOTAL DIRECT FROM:				2,298,780	0
PASS-THROUGH PROGRAMS FROM:					
CENTER FOR HEALTH POLICY RESEARCH					
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations, and Evaluations		GFE	93.779 / 93.CHPR 500 96 0004/TO	(2,074)	0
COLORADO FOUNDATION MEDICAL CARE					
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations, and Evaluations		GFE	93.779 / 93.CFMC 500-99-C001	22,926	0
NEW YORK DEPARTMENT OF HEALTH					
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations, and Evaluations		GFE	93.779 / 93.NYDOH C-015111	479,935	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				500,787	0
SUBTOTAL HEALTH CARE FINANCING ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES				2,799,567	0
HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Maternal and Child Health Federal Consolidated Programs		GFE	93.110	147,299	25,496
Grants for Preventive Medicine		GFE	93.117	3,214	0
Coordinated Services and Access to Research for Women, Infants, Children, and Youth		GFE	93.153	356,373	498,905
Universal Newborn Hearing Screening		GFB	93.251	128,174	16,125
Advanced Education Nursing Traineeships		GFC	93.358	41,675	0
Health Care and Other Facilities		GFE	93.887	1,462,237	0
Health Care and Other Facilities		GGB	93.887	137,775	0
Healthy Start Initiative		GFE	93.926	(1,109)	0
SUBTOTAL DIRECT FROM:				2,275,638	540,526
PASS-THROUGH PROGRAMS FROM:					
ASSOC OF TEACHERS OF PREVENTATIVE MEDICINE					
Grants for Preventive Medicine		GFE	93.117 / 93.ATPM: TS-0781	68,770	142,229
CHILDRENS HOSPITAL					
Maternal and Child Health Federal Consolidated Programs		GFE	93.110 / 93.PN0001-117	27	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY				NONCASH	STATE <sup>1</sup>	DIRECT	PASSED TO	
MAJOR SUBDIVISION OF FEDERAL AGENCY				INDICATOR	AGENCY	EXPENDITURES	SUBRECIPIENTS	
SOURCE TYPE (DIRECT OR PASS-THROUGH)					CFDA / OTHER ID NUMBER			
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)								
PROGRAM NAME								
COLORADO FOUNDATION MEDICAL CARE					GFE	93.117 / 93.CNTRCT#500-02-C001	30.549	0
Grants for Preventive Medicine								
NATIONAL MARROW DONOR PROGRAM					GFE	93.134 / 93.NMDP PN9908 068	(12.594)	0
Grants to Increase Organ Donations								
UNIVERSITY OF TORONTO					GFE	93.222 / 93.5-R01NR005075-03	154.372	0
Centers for Medical Education Research								
SUBTOTAL PASS-THROUGH PROGRAMS FROM:						-----	241.124	142.229
SUBTOTAL HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES							2.516.762	682.755
HEALTH STANDARDS AND QUALITY BUREAU, HEALTH CARE FINANCING ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES								
PASS-THROUGH PROGRAMS FROM:								
RESEARCH TRIANGLE INSTITUTE					GFE	93.777 / 93.RTI 4-53U-6613-11	168.159	0
State Survey and Certification of Health Care Providers and Suppliers								
URBAN INSTITUTE					GFE	93.777 / 93.UI-07108-002-00	179.624	0
State Survey and Certification of Health Care Providers and Suppliers								
SUBTOTAL PASS-THROUGH PROGRAMS FROM:						-----	347.783	0
SUBTOTAL HEALTH STANDARDS AND QUALITY BUREAU, HEALTH CARE FINANCING ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES							347.783	0
INDIAN HEALTH SERVICE, DEPARTMENT OF HEALTH AND HUMAN SERVICES								
PASS-THROUGH PROGRAMS FROM:								
BLACK HILLS CENTER FOR AMERICAN INDIAN HEALTH,S.D					GFE	93.905 / 93.PN0206-129	60.003	0
Indian Health Service Research								
SUBTOTAL PASS-THROUGH PROGRAMS FROM:						-----	60.003	0
SUBTOTAL INDIAN HEALTH SERVICE, DEPARTMENT OF HEALTH AND HUMAN SERVICES							60.003	0
NATIONAL INSTITUTE FOR OCCUPATIONAL SAFETY AND HEALTH, CENTERS FOR DISEASE CONTROL AND PREVENTION, DEPARTMENT OF HEALTH AND HUMAN SERVICES								
DIRECT FROM:								
NATIONAL INSTITUTE FOR OCCUPATIONAL SAFETY AND HEALTH, CENTERS FOR DISEASE CONTROL AND PREVENTION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					GGB	93.956	84.716	65.205
Agricultural Health and Safety Programs								
SUBTOTAL DIRECT FROM:						-----	84.716	65.205
SUBTOTAL NATIONAL INSTITUTE FOR OCCUPATIONAL SAFETY AND HEALTH, CENTERS FOR DISEASE CONTROL AND PREVENTION, DEPARTMENT OF HEALTH AND HUMAN SERVICES							84.716	65.205
NATIONAL INSTITUTE FOR OCCUPATIONAL SAFETY AND HEALTH, DEPARTMENT OF HEALTH AND HUMAN SERVICES								
DIRECT FROM:								
NATIONAL INSTITUTE FOR OCCUPATIONAL SAFETY AND HEALTH, DEPARTMENT OF HEALTH AND HUMAN SERVICES					GLA	93.S0265086	5.655	0
R&D								
SUBTOTAL DIRECT FROM:						-----	5.655	0
SUBTOTAL NATIONAL INSTITUTE FOR OCCUPATIONAL SAFETY AND HEALTH, DEPARTMENT OF HEALTH AND HUMAN SERVICES							5.655	0
NATIONAL INSTITUTE ON DEAFNESS AND OTHER COMMUNICATION DISORDERS, NATIONAL INSTITUTES OF HEALTH, DEPARTMENT OF HEALTH AND HUMAN SERVICES								
DIRECT FROM:								
NATIONAL INSTITUTE ON DEAFNESS AND OTHER COMMUNICATION DISORDERS, NATIONAL INSTITUTES OF HEALTH, DEPARTMENT OF HEALTH AND HUMAN SERVICES					GFB	93.173	255.104	109.080
Research Related to Deafness and Communication Disorders					GFE	93.173	3,003.673	313.644
Research Related to Deafness and Communication Disorders					GGB	93.173	309.937	0
Research Related to Deafness and Communication Disorders								
SUBTOTAL DIRECT FROM:						-----	3,568.714	422.724

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY						
MAJOR SUBDIVISION OF FEDERAL AGENCY						
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS	
PASS-THROUGH PROGRAMS FROM:						
LOUISIANA STATE UNIVERSITY						
Research Related to Deafness and Communication Disorders		GFE	93.173 / 93.LSU R187697B	115,201	0	
SMITH COLLEGE						
Research Related to Deafness and Communication Disorders		GFB	93.173 / 93.636026-1	(11)	0	
UNIVERSITY OF PITTSBURGH						
Research Related to Deafness and Communication Disorders		GFE	93.173 / 93.UPIITS 102947-1	18,575	0	
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				133,765	0	
SUBTOTAL NATIONAL INSTITUTE ON DEAFNESS AND OTHER COMMUNICATION DISORDERS, NATIONAL INSTITUTES OF HEALTH, DEPARTMENT OF HEALTH AND HUMAN SERVICES				3,702,479	422,724	
NATIONAL INSTITUTES OF HEALTH, DEPARTMENT OF HEALTH AND HUMAN SERVICES						
DIRECT FROM:						
NATIONAL INSTITUTES OF HEALTH, DEPARTMENT OF HEALTH AND HUMAN SERVICES						
R&D		GGB	93.1 R01 HL68916-02	275,642	0	
R&D		GGB	93.1 R24 RR16344-01A1 REVIS	25,181	0	
Biological Response to Environmental Health Hazards		GFD	93.113	186,793	0	
Biological Response to Environmental Health Hazards		GFE	93.113	1,438,565	0	
Biological Response to Environmental Health Hazards		GGB	93.113	354,300	0	
Applied Toxicological Research and Testing		GFE	93.114	84,299	0	
Applied Toxicological Research and Testing		GGB	93.114	312,284	131,699	
Biometry and Risk Estimation: Health Risks from Environmental Exposures		GFE	93.115	262,015	37,911	
Biometry and Risk Estimation: Health Risks from Environmental Exposures		GGB	93.115	180,430	13,037	
Oral Diseases and Disorders Research		GFB	93.121	254,513	41,910	
Oral Diseases and Disorders Research		GFE	93.121	2,463,529	0	
National Center on Sleep Disorders Research (B) -		GFB	93.233	24,852	0	
Mental Health Research Grants		GFB	93.242	2,973,601	180,253	
Mental Health Research Grants		GFC	93.242	30,114	0	
Mental Health Research Grants		GFE	93.242	4,831,604	378,368	
Mental Health Research Grants		GGB	93.242	903,708	0	
Alcohol Research Career Development Awards for Scientists and Clinicians		GFB	93.271	122,890	0	
Alcohol Research Programs		GFB	93.273	2,144,159	1,596,065	
Alcohol Research Programs		GFE	93.273	6,279,278	28,909	
Alcohol Research Programs		GGB	93.273	504,799	247,750	
Career Development Awards		GFB	93.277	257,588	0	
Career Development Awards		GFE	93.277	115,164	0	
Career Development Awards		GGB	93.277	45,876	0	
Drug Abuse Research Programs		GFB	93.279	1,520,808	72,000	
Drug Abuse Research Programs		GFD	93.279	85,306	0	
Drug Abuse Research Programs		GFE	93.279	5,610,374	1,816,069	
Drug Abuse Research Programs		GGB	93.279	2,512,119	11,625	
Mental Health Research Career/Scientist Development Awards		GFB	93.281	117,290	0	
Mental Health Research Career/Scientist Development Awards		GFE	93.281	637,238	0	
Mental Health National Research Service Awards for Research Training		GFD	93.282	26,250	0	
Biomedical Imaging Research		GGB	93.286	210,602	0	
Bioengineering Research		GGB	93.287	345,796	1,014	
Comparative Medicine		GFE	93.306	126,523	0	
Comparative Medicine		GGB	93.306	205,963	0	
Clinical Research		GFE	93.333	4,635,539	4,335,269	
Nursing Research		GFE	93.361	269,198	70,745	
R&D		GGB	93.3667002	1,299	0	
Biomedical Technology		GFB	93.371	825,720	0	
Biomedical Technology		GFE	93.371	1,200,293	0	
Biomedical Technology		GGB	93.371	341,154	0	
Research Infrastructure		GFE	93.389	709,537	370,109	
Research Infrastructure		GGB	93.389	2,116,939	20,103	
Cancer Cause and Prevention Research		GFE	93.393	3,770,565	9,657	
Cancer Cause and Prevention Research		GGB	93.393	1,973,362	84,971	
Cancer Detection and Diagnosis Research		GFE	93.394	2,200,255	155,565	

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY				DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY				EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)					
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)					
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER		
Cancer Treatment Research		GFB	93.395	182.601	12.463
Cancer Treatment Research		GFE	93.395	1,379.164	34.258
Cancer Treatment Research		GGB	93.395	1,026.355	0
Cancer Biology Research		GFB	93.396	675.358	0
Cancer Biology Research		GFE	93.396	3,195.701	15.000
Cancer Biology Research		GGB	93.396	291.752	0
Cancer Centers Support		GFE	93.397	6,331.203	143.300
Cancer Research Manpower		GFE	93.398	1,420.088	30.959
Cancer Research Manpower		GGB	93.398	250.096	0
Cancer Control		GFB	93.399	21.724	1.288
Cancer Control		GFD	93.399	424.606	0
Cancer Control		GFE	93.399	1,134.547	0
Cancer Control		GGB	93.399	54.715	0
R&D		GGB	93.5 R01 GM40525-12	231.223	138.465
Cell Biology and Biophysics Research		GFB	93.821	3,852.133	333.759
Cell Biology and Biophysics Research		GFE	93.821	1,089.960	0
Cell Biology and Biophysics Research		GGB	93.821	1,052.735	68.413
Heart and Vascular Diseases Research		GFB	93.837	1,150.345	0
Heart and Vascular Diseases Research		GFE	93.837	5,589.380	543.581
Heart and Vascular Diseases Research		GGB	93.837	360.265	30.912
Lung Diseases Research		GFE	93.838	9,739.008	1,860.271
Blood Diseases and Resources Research		GFB	93.839	225.066	0
Blood Diseases and Resources Research		GFE	93.839	683.127	13.518
Arthritis, Musculoskeletal and Skin Diseases Research		GFB	93.846	699.660	0
Arthritis, Musculoskeletal and Skin Diseases Research		GFE	93.846	2,038.617	0
Arthritis, Musculoskeletal and Skin Diseases Research		GGB	93.846	48.706	0
Diabetes, Endocrinology and Metabolism Research		GFE	93.847	13,531.099	543.526
Diabetes, Endocrinology and Metabolism Research		GGB	93.847	400.789	0
Digestive Diseases and Nutrition Research		GFB	93.848	57.590	0
Digestive Diseases and Nutrition Research		GFE	93.848	6,144.485	70.362
Kidney Diseases, Urology and Hematology Research		GFE	93.849	5,761.843	9.707
Kidney Diseases, Urology and Hematology Research		GGB	93.849	283.428	0
Extramural Research Programs in the Neurosciences and Neurological Disorders		GFB	93.853	806.986	0
Extramural Research Programs in the Neurosciences and Neurological Disorders		GFE	93.853	3,319.659	264.852
Extramural Research Programs in the Neurosciences and Neurological Disorders		GGB	93.853	2,291.870	27.858
Biological Basis Research in the Neurosciences		GFB	93.854	451.457	0
Biological Basis Research in the Neurosciences		GFE	93.854	3,629.189	300.287
Biological Basis Research in the Neurosciences		GGB	93.854	878.678	0
Allergy, Immunology and Transplantation Research		GFB	93.855	524.236	0
Allergy, Immunology and Transplantation Research		GFE	93.855	3,833.848	2,010.379
Microbiology and Infectious Diseases Research		GFB	93.856	889.128	5.586
Microbiology and Infectious Diseases Research		GFE	93.856	6,761.466	523.773
Microbiology and Infectious Diseases Research		GGB	93.856	7,968.605	838.776
Pharmacology, Physiology, and Biological Chemistry Research		GFB	93.859	1,193.232	0
Pharmacology, Physiology, and Biological Chemistry Research		GFC	93.859	257.676	0
Pharmacology, Physiology, and Biological Chemistry Research		GFE	93.859	2,025.083	59.272
Pharmacology, Physiology, and Biological Chemistry Research		GGB	93.859	844.874	26.920
Genetics and Developmental Biology Research and Research Training		GFB	93.862	3,595.514	0
Genetics and Developmental Biology Research and Research Training		GFE	93.862	3,781.070	0
Genetics and Developmental Biology Research and Research Training		GGB	93.862	393.388	0
Population Research		GFE	93.864	797.530	25.468
Population Research		GGB	93.864	822.069	0
Center for Research for Mothers and Children		GFB	93.865	2,561.628	1,090.207
Center for Research for Mothers and Children		GFE	93.865	5,182.991	1,027.671
Center for Research for Mothers and Children		GGB	93.865	37.364	0
Aging Research		GFB	93.866	2,642.283	142.720
Aging Research		GFC	93.866	38.732	0
Aging Research		GFD	93.866	103.892	0
Aging Research		GFE	93.866	2,187.516	330.975
Aging Research		GGB	93.866	105.816	0
Vision Research		GFB	93.867	137.283	154.819
Vision Research		GFE	93.867	717.897	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY				DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY				EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)					
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)		NONCASH	STATE <sup>1</sup>		
PROGRAM NAME		INDICATOR	AGENCY CFDA / OTHER ID NUMBER		
Medical Library Assistance		GFE	93.879	753.037	67.104
Alcohol Research Center Grants		GFE	93.891	846.910	315.282
Resource and Manpower Development in the Environmental Health Sciences		GGB	93.894	214.008	0
Center for Medical Rehabilitation Research		GFE	93.929	38.973	0
Center for Medical Rehabilitation Research		GGB	93.929	77.181	0
Fogarty International Research Collaboration Award		GFE	93.934	1,359,740	0
Fogarty International Research Collaboration Award		GGB	93.934	114,042	0
SUBTOTAL DIRECT FROM:				185,025,534	20,664,760
PASS-THROUGH PROGRAMS FROM:					
ACRIN					
Cancer Detection and Diagnosis Research		GFE	93.394 / 93.CA80098	316.994	0
AMC CANCER RESEARCH CENTER					
Diabetes, Endocrinology and Metabolism Research		GFE	93.847 / 93.SUB CNTRCT#738-6103	87.866	0
AMC Cancer Research Center					
Cancer Cause and Prevention Research		GGB	93.393 / 93.727-9104	(18,695)	0
R&D		GGB	93.5-37542-5103	25,009	0
R&D		GGB	93.5-37543-5102	21,301	0
AMERICAN COLLEGE OF RADIOLOGY					
Cancer Treatment Research		GFE	93.395 / 93.ACOR CA21661	29.112	0
AMERICAN COLLEGE OF SURGEONS ONCOLOGY GROUP					
Cancer Treatment Research		GFE	93.395 / 93.ACSOG 99-565	3,707	0
BAYLOR COLLEGE OF MEDICINE					
Research Infrastructure		GFB	93.389 / 93.4600065934	25,144	0
Cancer Biology Research		GFE	93.396 / 93.BAYLOR PO 794774	85,807	0
BRIGHAM AND WOMENS HOSPITAL					
Diabetes, Endocrinology and Metabolism Research		GFE	93.847 / 93.BWH #700791	23,671	0
Diabetes, Endocrinology and Metabolism Research		GFE	93.847 / 93.BWH #700792	27,777	0
Microbiology and Infectious Diseases Research		GFE	93.856 / 93.BWH #701891	19,238	0
Brigham and Womens Hospital					
R&D		GGB	93.BWH# 735266	192,047	0
CARCINEX, INC					
Cancer Biology Research		GFE	93.396 / 93.PN0108-114	3,199	0
CLEVELAND CLINIC FOUNDATION					
Population Research		GFE	93.864 / 93.1R01 HD41162	173,046	0
CLEVER SYSTEMS, INC					
Mental Health Research Grants		GFE	93.242 / 93.CLEVER 9807-096	10,599	0
Mental Health Research Grants		GFE	93.242 / 93.CLEVER MH58964	31,643	0
Mental Health Research Grants		GFE	93.242 / 93.PN0209-136	21,659	0
COLUMBIA HOSPITAL AT MEDICAL CITY DALLAS					
Kidney Diseases, Urology and Hematology Research		GFE	93.849 / 93.MCDH DK49368-03	5,040	0
Kidney Diseases, Urology and Hematology Research		GFE	93.849 / 93.MCDH DK49368-05	630	0
COLUMBIA UNIVERSITY					
Center for Research for Mothers and Children		GFE	93.865 / 93.1 R01 HD38652-03	1,185	0
Center for Research for Mothers and Children		GFE	93.865 / 93.3 R01 HD38652-03S4	104,103	0
CORNELL UNIVERSITY MEDICAL COLLEGE					
Population Research		GFD	93.864 / 93.35215-6078	20,355	0
DARTMOUTH COLLEGE					
Cancer Control		GFE	93.399 / 93.DARTMOUTH 5-30292	(174)	0
Cancer Control		GFE	93.399 / 93.DARTMOUTH 5-30370	124	0
Cancer Control		GFE	93.399 / 93.DRTMTH 3R01 CA59005	7,345	0
Cancer Control		GFE	93.399 / 93.DRTMTH 5R01 CA59005	34,670	0
DENVER HEALTH AND HOSPITAL					
Diabetes, Endocrinology and Metabolism Research		GFE	93.847 / 93.DHH E0966A	47,271	0
DUKE UNIVERSITY					
Aging Research		GFB	93.866 / 93.02-SC-NIH-1032	184,544	0
Duke University					
Cancer Treatment Research		GGB	93.395 / 93.DS639 303-2151 CORE 2	46,114	0
ELEANOR ROOSEVELT INSTITUTE CANCER RESEARCH					
Center for Research for Mothers and Children		GFE	93.865 / 93.ERICR 119JEO	85,287	32,583
Center for Research for Mothers and Children		GFE	93.865 / 93.ERICR 119JFO	110,981	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY							
MAJOR SUBDIVISION OF FEDERAL AGENCY							
SOURCE TYPE (DIRECT OR PASS-THROUGH)							
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)							
PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS		
EMMES CORPORATION		GFE	93.839 / 93.N01-HB-47094	778	0		
Blood Diseases and Resources Research							
EPIMMUNE, INC		GFE	93.856 / 93.EPIM AI48238	553.137	0		
Microbiology and Infectious Diseases Research							
FRED HUTCHINSON CANCER RESEARCH CENTER		GFE	93.395 / 93.5 R01 CA63030-06	(293)	0		
Cancer Treatment Research							
GEORGE WASHINGTON UNIVERSITY		GFE	93.847 / 93.1-U01-DK61055-02	72.162	0		
Diabetes, Endocrinology and Metabolism Research							
Diabetes, Endocrinology and Metabolism Research		GFE	93.847 / 93.U 01 DK61055-01	44.256	0		
GONEX INC		GFE	93.393 / 93.PA-01-091-FLAIR STT	45.128	0		
Cancer Cause and Prevention Research							
Gonex, Inc		GGB	93.395 / 93.2334002	36.659	0		
Cancer Treatment Research							
Cancer Treatment Research		GGB	93.395 / 93.R42 CA75662	14.903	0		
HARVARD SCHOOL OF PUBLIC HEALTH		GFB	93.866 / 93.1R01AG16308-01A2	56.587	0		
Aging Research							
INDIANA UNIVERSITY		GFB	93.242 / 93.10208-0172	72.442	0		
Mental Health Research Grants							
JOHNS HOPKINS UNIVERSITY		GFE	93.838 / 93.JHU 8110-64622-X	49.886	0		
Lung Diseases Research							
Johns Hopkins University		GGB	93.838 / 93.2 P01 HL058065-07	961	0		
Lung Diseases Research							
KAISER FOUNDATION		GFE	93.837 / 93.KAISER 115-9350B	90.773	0		
Heart and Vascular Diseases Research							
Diabetes, Endocrinology and Metabolism Research		GFE	93.847 / 93.R01 DK035524	22.414	0		
LAYTON BIOSCIENCE		GFE	93.854 / 93.NS36502-03 5 R44	20.295	0		
Biological Basis Research in the Neurosciences							
MASSACHUSETTS GENERAL HOSPITAL		GFE	93.242 / 93.N01 MH80001	70.631	4,758		
Mental Health Research Grants							
Mental Health Research Grants		GFE	93.242 / 93.N01 MH80001 MODIFI	3.125	35,686		
Heart and Vascular Diseases Research		GFE	93.837 / 93.5 R01 HL56893-04	3,809	0		
Pharmacology, Physiology, and Biological Chemistry Research		GFE	93.859 / 93.1 U54 GM62119-01A1	20,977	0		
Pharmacology, Physiology, and Biological Chemistry Research		GFE	93.859 / 93.1 U54 GM62119-02	61,409	0		
MAYO CLINIC ROCHESTER		GFE	93.393 / 93.1 U01 CA89389-01	(4,115)	0		
Cancer Cause and Prevention Research							
Cancer Cause and Prevention Research		GFE	93.393 / 93.5 U01 CA89389-01	190,383	0		
MESOSYSTEMS TECHNOLOGY		GFB	93.856 / 93.03-218-002	1,521	0		
Microbiology and Infectious Diseases Research							
NATIONAL JEWISH MEDICAL AND RESEARCH CENTER		GFB	93.838 / 93.24008706	9,933	0		
Lung Diseases Research							
Lung Diseases Research		GFE	93.838 / 93.NJMRC-P01 ES11810	93,427	0		
Diabetes, Endocrinology and Metabolism Research		GFE	93.847 / 93.NJMRC-R01 DK46121	40,631	0		
NATL JEWISH HOSPITAL		GFE	93.838 / 93.NJH 24008306	53,764	0		
Lung Diseases Research							
Lung Diseases Research		GFE	93.838 / 93.NJH 24008307	137,140	0		
Lung Diseases Research		GFE	93.838 / 93.NJH 24008706	3,604	0		
Lung Diseases Research		GFE	93.838 / 93.NJH 24008707	22,133	0		
Lung Diseases Research		GFE	93.838 / 93.NJH HL56263-07	33,296	0		
Lung Diseases Research		GFE	93.838 / 93.NJH HL56263-08	28,889	0		
Lung Diseases Research		GFE	93.838 / 93.NJH N01-HR-76111	12,750	28,814		
Lung Diseases Research		GFE	93.838 / 93.NJH-22068901	28,323	0		
Allergy, Immunology and Transplantation Research		GFE	93.855 / 93.NJH R01 AI20519	7,301	0		
Allergy, Immunology and Transplantation Research		GFE	93.855 / 93.NJH R01 AI36676	(2,706)	0		
Allergy, Immunology and Transplantation Research		GFE	93.855 / 93.PN00008-095	109	0		
Allergy, Immunology and Transplantation Research		GFE	93.855 / 93.PN0107-019	(12)	0		
Allergy, Immunology and Transplantation Research		GFE	93.855 / 93.PN0207-033	79,458	0		
NSABP FOUNDATION, INC		GFE	93.395 / 93.NSABP TFD32A-340	43,472	0		
Cancer Treatment Research							
OREGON HEALTH SCIENCES UNIVERSITY		GFE	93.395 / 93.OHSU J373	43,114	0		
Cancer Treatment Research							
PENNSYLVANIA STATE UNIVERSITY		GFE	93.847 / 93.2201-UC-DHHS-3958	4,124	0		
Diabetes, Endocrinology and Metabolism Research							

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		NONCASH	STATE <sup>1</sup>		DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY		INDICATOR	AGENCY	CFDA / OTHER ID NUMBER	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME						
RAND CORPORATION			GFB	93.866 / 93.12281298.50.15	(1)	0
Aging Research						
RUSH PRESBYTERIAN, CHICAGO			GFE	93.866 / 93.R01 AG 17092-04	211.717	0
Aging Research			GFE	93.866 / 93.RUSH-HL67128-01A1	37.814	0
Aging Research						
SAINT LOUIS UNIVERSITY, MO			GFE	93.856 / 93.PN0211-023	110.995	0
Microbiology and Infectious Diseases Research						
SCRIPPS RESEARCH INSTITUTE			GFE	93.272 / 93.P/O # 5-72293	62.432	0
Alcohol National Research Service Awards for Research Training			GFE	93.272 / 93.P/O #5-72294	66.577	0
Alcohol National Research Service Awards for Research Training			GFE	93.272 / 93.PN0110-056	21.596	0
Alcohol National Research Service Awards for Research Training			GFE	93.272 / 93.PN0110-061	1.335	0
SIGNAL BEHAVIORAL HEALTH NETWORK			GFE	93.279 / 93.PN0202-058	26.444	0
Drug Abuse Research Programs			GFE	93.279 / 93.PN200209-035	77.750	0
Drug Abuse Research Programs						
SOCIAL AND SCIENTIFIC SYSTEMS			GFE	93.856 / 93.202PC001	248.390	0
Microbiology and Infectious Diseases Research			GFE	93.856 / 93.AACTG.33.24	28.742	0
Microbiology and Infectious Diseases Research			GFE	93.856 / 93.AACTG.44.UICTU.02	27.299	0
Microbiology and Infectious Diseases Research			GFE	93.856 / 93.AACTG.LD360.06	134.725	0
Microbiology and Infectious Diseases Research			GFE	93.856 / 93.AACTG.SUBGR.04	269.994	0
Microbiology and Infectious Diseases Research			GFE	93.856 / 93.PN0201-255	204.878	0
Microbiology and Infectious Diseases Research			GFE	93.856 / 93.PN0210-052	141.233	0
Microbiology and Infectious Diseases Research			GFE	93.856 / 93.SSS 011C002	224.391	0
Microbiology and Infectious Diseases Research			GFE	93.856 / 93.SSS 200VC005	(20.732)	0
Microbiology and Infectious Diseases Research			GFE	93.856 / 93.SSS AACTG 27.360-03	86.260	0
Microbiology and Infectious Diseases Research			GFE	93.856 / 93.SSS AI38858	254.451	0
Microbiology and Infectious Diseases Research			GFE	93.856 / 93.SSS NIAID AI38858	115.594	0
Microbiology and Infectious Diseases Research			GFE	93.856 / 93.SSS9802-015	16.270	0
SOUTHWEST ONCOLOGY CANCER THERAPY RESEARCH			GFE	93.395 / 93.1 R01 CA79099	8.375	0
Cancer Treatment Research			GFE	93.395 / 93.CA79099 1R01	1	0
Cancer Treatment Research			GFE	93.395 / 93.SWOG #03037	8.228	0
Cancer Treatment Research			GFE	93.395 / 93.SWOG 02014	8.608	0
Cancer Treatment Research			GFE	93.395 / 93.SWOG 02017	30.995	0
Cancer Treatment Research			GFE	93.395 / 93.SWOG 03004	5.344	0
Cancer Treatment Research			GFE	93.395 / 93.SWOG-02016	4.981	0
Cancer Treatment Research			GFE	93.395 / 93.SWOG-02055	20.581	0
Cancer Treatment Research			GFE	93.395 / 93.SWOG-PN:0202-057	1	0
Cancer Control			GFE	93.399 / 93.SWOG CCOP-00013	(474)	0
Cancer Control			GFE	93.399 / 93.SWOG CCOP-01000	3.431	0
Cancer Control			GFE	93.399 / 93.SWOG CCOP-0201	1,386.765	0
Cancer Control			GFE	93.399 / 93.SWOG PCPT9310	254	0
SPONSOR NAME NOT FOUND FOR YCKE02 **			GGB	93.395 / 93.3572802	10.595	0
Cancer Treatment Research						
SPONSOR NAME NOT FOUND FOR YZC008 **			GGB	93.393 / 93.600-43100-903-3	45.764	0
Cancer Cause and Prevention Research						
STATE UNIVERSITY NEW YORK AT STONY BROOK			GFE	93.854 / 93.SUNYSB 008893	(5.782)	0
Biological Basis Research in the Neurosciences						
THE COOPER INSTITUTE			GFD	93.394 / 93.600-43100-904-3	25.619	0
Cancer Detection and Diagnosis Research						
THE UNIVERSITY OF KANSAS CENTER FOR RSCH, INC			GFE	93.848 / 93.KU FY2001-67 MOD#1	33.827	0
Digestive Diseases and Nutrition Research						
THOMAS JEFFERSON UNIVERSITY			GFE	93.837 / 93.TJU-HL69009-02	32.820	0
Heart and Vascular Diseases Research						
Texas A & M			GGB	93.S900220 AMD #3	68.501	0
R&D						
UNIVERSITY OF ALABAMA AT BIRMINHAM			GFE	93.856 / 93.N01-AI-65306	(1.542)	0
Microbiology and Infectious Diseases Research						
UNIVERSITY OF ARIZONA			GFE	93.393 / 93.V399468	51.051	0
Cancer Cause and Prevention Research			GFE	93.393 / 93.V901136	147.090	0
Cancer Cause and Prevention Research						

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		NONCASH	STATE <sup>1</sup>		DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY		INDICATOR	AGENCY	CFDA / OTHER ID NUMBER	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME						
UNIVERSITY OF CALIFORNIA AT DAVIS			GFE	93.853 / 93.00RA5261-UCHSC	58,522	0
Extramural Research Programs in the Neurosciences and Neurological Disorders			GFE	93.865 / 93.00RA6198-UCHSC	161,120	0
Center for Research for Mothers and Children						
UNIVERSITY OF CALIFORNIA AT IRVINE			GFE	93.395 / 93.UCIR N01-CN-70519	30,169	0
Cancer Treatment Research						
UNIVERSITY OF CALIFORNIA AT SAN DIEGO			GFB	93.242 / 93.10196808	51,760	0
Mental Health Research Grants						
UNIVERSITY OF CALIFORNIA AT SAN FRANCISCO			GFE	93.213 / 93.484918-25783	157,091	0
Research and Training in Complementary and Alternative Medicine			GFE	93.333 / 93.N01 A115416	7,159	0
Clinical Research			GFE	93.393 / 93.UCSF 2821SC	(2,356)	0
Cancer Cause and Prevention Research			GFE	93.393 / 93.UCSF 2831SC	22,962	0
Cancer Cause and Prevention Research			GFE	93.397 / 93.UCSF AGRMNT#2738SC	10,182	0
Cancer Centers Support			GFE	93.847 / 93.GRU0023FGS-N-02	32,762	0
Diabetes, Endocrinology and Metabolism Research			GFE	93.855 / 93.UCSF-#3109SC	17,800	0
Allergy, Immunology and Transplantation Research						
UNIVERSITY OF CALIFORNIA BERKLEY			GFE	93.846 / 93.SA3696-29518PG	106,402	0
Arthritis, Musculoskeletal and Skin Diseases Research						
UNIVERSITY OF CALIFORNIA LOS ANGELES			GFE	93.242 / 93.2000 G CS883-02	222,747	0
Mental Health Research Grants			GFE	93.838 / 93.1685-G-DB024	10,842	0
Lung Diseases Research						
UNIVERSITY OF CHICAGO			GFE	93.333 / 93.ITN 5-30471-8603	32,083	0
Clinical Research			GFE	93.849 / 93.R01 DK55357-03	832	0
Kidney Diseases, Urology and Hematology Research			GFE	93.849 / 93.R01 DK55357-04	82,107	0
Kidney Diseases, Urology and Hematology Research			GFE	93.855 / 93.ITN 5-30474-8603	26,293	0
Allergy, Immunology and Transplantation Research						
UNIVERSITY OF CINCINNATI			GFE	93.838 / 93.UC CA76293-04	157,799	0
Lung Diseases Research			GFB	93.866 / 93.PC03A-00994	18,935	0
Aging Research						
UNIVERSITY OF IOWA			GFE	93.396 / 93.PO#4000076828	13,330	0
Cancer Biology Research						
UNIVERSITY OF KANSAS			GFE	93.848 / 93.KU DK49181-04 5 R01	(15,468)	0
Digestive Diseases and Nutrition Research						
UNIVERSITY OF KENTUCKY			GFE	93.242 / 93.UKRF 4-62325-02-212	12,979	0
Mental Health Research Grants			GFB	93.866 / 93.4-29853-96-254	(20)	0
Aging Research						
UNIVERSITY OF MIAMI			GFE	93.279 / 93.UMIAMI M585784	(8,200)	0
Drug Abuse Research Programs			GFE	93.847 / 93.UMIAMI DK/A146639-4	451	0
Diabetes, Endocrinology and Metabolism Research			GFE	93.847 / 93.UMIAMI H662623	60	0
Diabetes, Endocrinology and Metabolism Research			GFE	93.847 / 93.UMIAMI H662890	(3,193)	0
Diabetes, Endocrinology and Metabolism Research						
UNIVERSITY OF MICHIGAN			GFB	93.121 / 93.F006618	16,870	0
Oral Diseases and Disorders Research			GFE	93.837 / 93.HL68345-03 5 R01	54,485	0
Heart and Vascular Diseases Research						
UNIVERSITY OF NEW MEXICO			GFE	93.865 / 93.4-03272	95,550	0
Center for Research for Mothers and Children						
UNIVERSITY OF NORTH CAROLINA			GFB	93.864 / 93.5-51758	87,790	0
Population Research			GFB	93.864 / 93.5-52100	20,611	0
Population Research						
UNIVERSITY OF PENNSYLVANIA			GFE	93.213 / 93.UPA 5-38977-A	151,162	0
Research and Training in Complementary and Alternative Medicine			GFE	93.848 / 93.5-38015C	25,859	0
Digestive Diseases and Nutrition Research						
UNIVERSITY OF PITTSBURG			GFE	93.837 / 93.PN200201-265	8,781	0
Heart and Vascular Diseases Research			GFE	93.838 / 93.UPITTS 106908-3	16,363	0
Lung Diseases Research			GFE	93.856 / 93.UPITTS A143664	112,665	0
Microbiology and Infectious Diseases Research						
UNIVERSITY OF ROCHESTER			GFE	93.242 / 93.MH61428-02 1 R01	121,931	0
Mental Health Research Grants			GFE	93.853 / 93.UROCH NS37167(1)	303	0
Extramural Research Programs in the Neurosciences and Neurological Disorders						
UNIVERSITY OF SOUTH CAROLINA			GFE	93.242 / 93.USCRF 03-774	41,533	0
Mental Health Research Grants			GFE	93.855 / 93.USC A147469	90,824	0
Allergy, Immunology and Transplantation Research			GFE	93.866 / 93.0008-054-LC	(27,714)	0
Aging Research						

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.



STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
	UNIVERSITY OF SOUTH FLORIDA			Aging Research		GFE	93.866 / 93.6155-032-L0-A	353.531	0
	UNIVERSITY OF SOUTHERN CALIFORNIA			Cancer Cause and Prevention Research		GFE	93.393 / 93.5 U01 CA74799-05	2.334	10.980
				Cancer Cause and Prevention Research		GFE	93.393 / 93.5 U01 CA74799-06	203.981	0
	UNIVERSITY OF TEXAS AT SAN ANTONIO			Mental Health Research Grants		GFE	93.242 / 93.N01MH60014	6.655	0
	UNIVERSITY OF TEXAS SW MEDICAL CENTER			Cancer Centers Support		GFE	93.397 / 93.UTSMC CA70907	47.177	116
				Allergy, Immunology and Transplantation Research		GFE	93.855 / 93.5 R01 AI42772-04	20.154	0
	UNIVERSITY OF TEXAS, HOUSTON			Cancer Centers Support		GFE	93.397 / 93.UTEXH N01-AR-0-2249	49.091	0
	UNIVERSITY OF UTAH			Cancer Cause and Prevention Research		GFE	93.393 / 93.UTAH 9709055	42.111	0
				Cancer Cause and Prevention Research		GFE	93.393 / 93.UTAH 9709055-1	370.102	0
	UNIVERSITY OF VERMONT			Heart and Vascular Diseases Research		GFC	93.837 / 93.HL61346-01A1	25.831	0
				Allergy, Immunology and Transplantation Research		GFC	93.855 / 93.IP01AI45666-02SI	(1.000)	0
				Allergy, Immunology and Transplantation Research		GFC	93.855 / 93.IP01 AI45666-01	60.120	0
	UNIVERSITY OF WASHINGTON			Cell Biology and Biophysics Research		GFB	93.821 / 93.423249	1	0
				Heart and Vascular Diseases Research		GFE	93.837 / 93.530074	19.778	0
				Heart and Vascular Diseases Research		GFE	93.837 / 93.UWAS 530074	19.173	0
				Allergy, Immunology and Transplantation Research		GFE	93.855 / 93.UWASH 933841	(1)	0
	UNIVERSITY OF WISCONSIN			Blood Diseases and Resources Research		GFE	93.839 / 93.HL65217-01 R01	104.720	0
	University of California at Davis			Microbiology and Infectious Diseases Research		GGB	93.856 / 93.K008522-01	34.330	0
	University of California-Los Angeles			R&D		GGB	93.1554 G 9B989	47.679	0
	University of Kentucky			Biological Basis Research in the Neurosciences		GGB	93.854 / 93.UKRF 4-64423-02-021	66.048	0
	University of Miami			R&D		GGB	93.PO M640104; 665235 AMD #	142.977	0
	University of Notre Dame			Microbiology and Infectious Diseases Research		GGB	93.856 / 93.MOD #2	68.032	0
	University of Tennessee			Microbiology and Infectious Diseases Research		GGB	93.856 / 93.R073621105	26.249	0
	VIRGINIA MASON RESEARCH CENTER			Allergy, Immunology and Transplantation Research		GFE	93.855 / 93.5 R01 AI44431-03	18.167	0
	WAKE FOREST UNIVERSITY SCHOOL OF MEDICINE			Cancer Treatment Research		GFB	93.395 / 93.R01 CA83953	2.912	0
				Extramural Research Programs in the Neurosciences and Neurological Disorders		GFE	93.853 / 93.R01 NS34447	35.944	0
	WASHINGTON UNIVERSITY IN ST LOUIS			Cell Biology and Biophysics Research		GFB	93.821 / 93.PO#29551S/WU-02-50	17.979	0
				Biological Basis Research in the Neurosciences		GFE	93.854 / 93.UWASH WU 00 44	13.488	0
	WESTAT, INC			Microbiology and Infectious Diseases Research		GFE	93.856 / 93.N01-HD-3-3345	240.805	0
				Microbiology and Infectious Diseases Research		GFE	93.856 / 93.WESTAT N01HD-3-3162	96.550	0
	YALE UNIVERSITY			Mental Health Research Grants		GFB	93.242 / 93.IR01MH65015-01 SUB	2.385	8.736
				Extramural Research Programs in the Neurosciences and Neurological Disorders		GFE	93.853 / 93.YALE-R01NS40822	152.105	0
	SUBTOTAL PASS-THROUGH PROGRAMS FROM:							----- 12.337.935	----- 121.673
	SUBTOTAL NATIONAL INSTITUTES OF HEALTH, DEPARTMENT OF HEALTH AND HUMAN SERVICES							----- 197.363.469	----- 20.786.433

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
OFFICE OF POLICY AND EVALUATION, ADMINISTRATION FOR CHILDREN AND FAMILIES DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
OFFICE OF POLICY AND EVALUATION, ADMINISTRATION FOR CHILDREN AND FAMILIES DEPARTMENT OF HEALTH AND HUMAN SERVICES Social Services Research and Demonstration		GFE	93.647	37,462	0
SUBTOTAL DIRECT FROM:				37,462	0
SUBTOTAL OFFICE OF POLICY AND EVALUATION, ADMINISTRATION FOR CHILDREN AND FAMILIES DEPARTMENT OF HEALTH AND HUMAN SERVICES				37,462	0
OFFICE OF PUBLIC HEALTH AND SCIENCE, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
OFFICE OF PUBLIC HEALTH AND SCIENCE, DEPARTMENT OF HEALTH AND HUMAN SERVICES National Health Promotion		GFB	93.990	118,251	0
SUBTOTAL DIRECT FROM:				118,251	0
PASS-THROUGH PROGRAMS FROM:					
ABT ASSOCIATES INC Family Planning: Services		GFE	93.217 / 93.ABT C-00-99-0059-00	250,279	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				250,279	0
SUBTOTAL OFFICE OF PUBLIC HEALTH AND SCIENCE, DEPARTMENT OF HEALTH AND HUMAN SERVICES				368,530	0
PUBLIC HEALTH SERVICE					
DIRECT FROM:					
PUBLIC HEALTH SERVICE R&D		GGB	93.3 R01 DA03371-19S1	25,224	0
SUBTOTAL DIRECT FROM:				25,224	0
PASS-THROUGH PROGRAMS FROM:					
The Scripps Research Institute R&D		GGB	93.PURCHASE ORDER NO. 5-711	145,000	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				145,000	0
SUBTOTAL PUBLIC HEALTH SERVICE				170,224	0
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
DIRECT FROM:					
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Consolidated Knowledge Development and Application (KD&A) Program		GGB	93.230	24,255	0
Consolidated Knowledge Development and Application (KD&A) Program		GKA	93.230 / 93.5 UD1 SP09589-02	258,800	146,997
Consolidated Knowledge Development and Application (KD&A) Program		GKA	93.230 / 93.6 UD1 SP08328-03-1	23,299	0
Mental Health Clinical and AIDS Service-Related Training Grants		GFB	93.244	200,118	0
SUBTOTAL DIRECT FROM:				506,472	146,997

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY MAJOR SUBDIVISION OF FEDERAL AGENCY SOURCE TYPE (DIRECT OR PASS-THROUGH) ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY) PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
-----					
PASS-THROUGH PROGRAMS FROM: DENVER HEALTH AND HOSPITAL Community-Based Comprehensive HIV/STD/TB Outreach Services for High Risk Substance Abusers Demonstration Pr Block Grants for Prevention and Treatment of Substance Abuse		GFE	93.949 / 93.DHH 97-086A-E	35	0
		GFE	93.959 / 93.DHH - E1042B	6,977	0
				-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				7,012	0
				-----	-----
SUBTOTAL SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES				513,484	146,997
				-----	-----
SUBTOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES				221,457,920	24,601,874
-----					
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE					
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE					
DIRECT FROM:					
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE R&D		GGB	94.00LHEC0163	945	0
				-----	-----
SUBTOTAL DIRECT FROM:				945	0
				-----	-----
SUBTOTAL CORPORATION FOR NATIONAL AND COMMUNITY SERVICE				945	0
				-----	-----
SUBTOTAL CORPORATION FOR NATIONAL AND COMMUNITY SERVICE				945	0
-----					
SOCIAL SECURITY ADMINISTRATION					
SOCIAL SECURITY ADMINISTRATION					
PASS-THROUGH PROGRAMS FROM:					
UNIVERSITY OF MICHIGAN Social Security: Research and Demonstration		GFB	96.007 / 96.F007151	46,916	0
				-----	-----
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				46,916	0
				-----	-----
SUBTOTAL SOCIAL SECURITY ADMINISTRATION				46,916	0
				-----	-----
SUBTOTAL SOCIAL SECURITY ADMINISTRATION				46,916	0
				-----	-----
SUBTOTAL RESEARCH AND DEVELOPMENT - CLUSTER				462,986,479	52,212,866
-----					

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
SECT 8 - CLUSTER									
*****									
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT									
PUBLIC AND INDIAN HOUSING, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT									
DIRECT FROM:									
PUBLIC AND INDIAN HOUSING, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT									
Lower Income Housing Assistance Program: Section 8 Moderate Rehabilitation					IHH	14.856		52,358	0
Lower Income Housing Assistance Program: Section 8 Moderate Rehabilitation					NAA	14.856		272,434	21,285
								-----	-----
SUBTOTAL DIRECT FROM:								324,792	21,285
SUBTOTAL PUBLIC AND INDIAN HOUSING, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT								324,792	21,285
SUBTOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT								324,792	21,285
SUBTOTAL SECT 8 - CLUSTER								324,792	21,285
-----									

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
STUDENT FINANCIAL AID - CLUSTER									
*****									
DEPARTMENT OF EDUCATION									
OFFICE OF ASSISTANT SECRETARY FOR POSTSECONDARY EDUCATION, DEPARTMENT OF EDUCATION									
DIRECT FROM:									
OFFICE OF ASSISTANT SECRETARY FOR POSTSECONDARY EDUCATION, DEPARTMENT OF EDUCATION									
	Federal Supplemental Educational Opportunity Grants					GFB	84.007	1,303,907	0
	Federal Supplemental Educational Opportunity Grants					GFC	84.007	199,126	0
	Federal Supplemental Educational Opportunity Grants					GFE	84.007	196,880	0
	Federal Supplemental Educational Opportunity Grants					GGB	84.007	930,710	0
	Federal Supplemental Educational Opportunity Grants					GGJ	84.007	471,713	0
	Federal Supplemental Educational Opportunity Grants					GHB	84.007	145,580	0
	Federal Supplemental Educational Opportunity Grants					GHC	84.007	147,407	0
	Federal Supplemental Educational Opportunity Grants					GJB	84.007	71,954	0
	Federal Supplemental Educational Opportunity Grants					GJC	84.007	48,597	0
	Federal Supplemental Educational Opportunity Grants					GJE	84.007	268,932	0
	Federal Supplemental Educational Opportunity Grants					GJF	84.007	14,111	0
	Federal Supplemental Educational Opportunity Grants					GJG	84.007	16,090	0
	Federal Supplemental Educational Opportunity Grants					GJH	84.007	45,897	0
	Federal Supplemental Educational Opportunity Grants					GJJ	84.007	223,956	0
	Federal Supplemental Educational Opportunity Grants					GJK	84.007	151,300	0
	Federal Supplemental Educational Opportunity Grants					GJL	84.007	70,741	0
	Federal Supplemental Educational Opportunity Grants					GJM	84.007	77,291	0
	Federal Supplemental Educational Opportunity Grants					GJR	84.007	19,992	0
	Federal Supplemental Educational Opportunity Grants					GJT	84.007	19,776	0
	Federal Supplemental Educational Opportunity Grants					GKA	84.007	252,373	0
	Federal Supplemental Educational Opportunity Grants					GLA	84.007	145,238	0
	Federal Supplemental Educational Opportunity Grants					GSA	84.007	200,000	0
	Federal Supplemental Educational Opportunity Grants					GTA	84.007	555,145	0
	Federal Supplemental Educational Opportunity Grants				*	GHE	84.007	122,714	0
	Federal Supplemental Educational Opportunity Grants					GJD	84.007 / 84.84.007A	174,288	0
	Federal Supplemental Educational Opportunity Grants					GFD	84.007 / 84.P007A020750	304,650	0
	Federal Family Education Loans					GDA	84.032	71,575,047	0
	Federal Family Education Loans					GKA	84.032	335,192	0
	Federal Family Education Loans					GRA	84.032	12,313,394	0
	Federal Family Education Loans					GSA	84.032	299,830	0
	Federal Family Education Loans				*	GFC	84.032	91,474	0
	Federal Family Education Loans				*	GFD	84.032	547,689	0
	Federal Work-Study Program					GFB	84.033	1,798,013	0
	Federal Work-Study Program					GFC	84.033	456,162	0
	Federal Work-Study Program					GFE	84.033	525,923	0
	Federal Work-Study Program					GGB	84.033	1,006,871	0
	Federal Work-Study Program					GGJ	84.033	468,783	0
	Federal Work-Study Program					GHB	84.033	289,320	0
	Federal Work-Study Program					GHC	84.033	261,324	0
	Federal Work-Study Program					GJB	84.033	90,533	0
	Federal Work-Study Program					GJD	84.033	355,336	0
	Federal Work-Study Program					GJE	84.033	215,539	0
	Federal Work-Study Program					GJF	84.033	35,007	0
	Federal Work-Study Program					GJG	84.033	39,192	0
	Federal Work-Study Program					GJH	84.033	65,646	0
	Federal Work-Study Program					GJJ	84.033	315,759	0
	Federal Work-Study Program					GJK	84.033	232,475	0
	Federal Work-Study Program					GJL	84.033	104,780	0
	Federal Work-Study Program					GJM	84.033	97,950	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		NONCASH	STATE <sup>1</sup>	DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY		INDICATOR	AGENCY	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)			CFDA / OTHER ID NUMBER		
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)					
PROGRAM NAME					
Federal Work-Study Program			GJR 84.033	98,489	0
Federal Work-Study Program			GJT 84.033	23,613	0
Federal Work-Study Program			GKA 84.033	476,308	0
Federal Work-Study Program			GLA 84.033	159,686	0
Federal Work-Study Program			GSA 84.033	208,281	0
Federal Work-Study Program			GTA 84.033	562,353	0
Federal Work-Study Program		*	GHE 84.033	189,562	0
Federal Work-Study Program			GFD 84.033 / 84.P033A020750	635,455	0
Federal Perkins Loan Program: Federal Capital Contributions			GFB 84.038	133,189	0
Federal Perkins Loan Program: Federal Capital Contributions			GFC 84.038	58,018	0
Federal Perkins Loan Program: Federal Capital Contributions			GFE 84.038	117,221	0
Federal Perkins Loan Program: Federal Capital Contributions			GGB 84.038	133,148	0
Federal Perkins Loan Program: Federal Capital Contributions			GHB 84.038	7,038	0
Federal Perkins Loan Program: Federal Capital Contributions			GHC 84.038	21,857	0
Federal Perkins Loan Program: Federal Capital Contributions			GJT 84.038	25,885	0
Federal Perkins Loan Program: Federal Capital Contributions			GKA 84.038	23,709	0
Federal Perkins Loan Program: Federal Capital Contributions			GLA 84.038	43,756	0
Federal Perkins Loan Program: Federal Capital Contributions			GSA 84.038	31,038	0
Federal Perkins Loan Program: Federal Capital Contributions			GTA 84.038	174,878	0
Federal Perkins Loan Program: Federal Capital Contributions			GFD 84.038 / 84.P038A020750	55,577	0
Federal Direct Student Loans			GFB 84.268	87,347,355	0
Federal Direct Student Loans			GFE 84.268	27,283,244	0
Federal Direct Student Loans			GGB 84.268	78,340,728	0
SUBTOTAL DIRECT FROM:				293,849,995	0
PASS-THROUGH PROGRAMS FROM:					
MOWD					
Federal Work-Study Program			GJD 84.033 / 84.21040	9,782	0
Federal Work-Study Program			GJD 84.033 / 84.GE00554-01	31,000	0
VARIOUS STATE LENDERS					
Federal Family Education Loans			GHE 84.032	211,612	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:				252,394	0
SUBTOTAL OFFICE OF ASSISTANT SECRETARY FOR POSTSECONDARY EDUCATION, DEPARTMENT OF EDUCATION				294,102,389	0
OFFICE OF POSTSECONDARY EDUCATION, DEPARTMENT OF EDUCATION					
DIRECT FROM:					
OFFICE OF POSTSECONDARY EDUCATION, DEPARTMENT OF EDUCATION					
Federal Pell Grant Program			GFB 84.063	8,918,451	0
Federal Pell Grant Program			GFC 84.063	3,637,679	0
Federal Pell Grant Program			GFE 84.063	276,251	0
Federal Pell Grant Program			GGB 84.063	9,299,181	0
Federal Pell Grant Program			GGJ 84.063	4,938,201	0
Federal Pell Grant Program			GHB 84.063	2,683,187	0
Federal Pell Grant Program			GHC 84.063	5,034,000	0
Federal Pell Grant Program			GHE 84.063	1,521,216	0
Federal Pell Grant Program			GJB 84.063	2,361,900	0
Federal Pell Grant Program			GJC 84.063	2,113,315	0
Federal Pell Grant Program			GJD 84.063	6,041,277	0
Federal Pell Grant Program			GJE 84.063	6,035,454	0
Federal Pell Grant Program			GJF 84.063	1,099,214	0
Federal Pell Grant Program			GJG 84.063	1,033,799	0
Federal Pell Grant Program			GJH 84.063	1,903,581	0
Federal Pell Grant Program			GJJ 84.063	6,413,569	0
Federal Pell Grant Program			GJK 84.063	6,564,213	0
Federal Pell Grant Program			GJL 84.063	2,071,537	0
Federal Pell Grant Program			GJM 84.063	2,923,480	0
Federal Pell Grant Program			GJR 84.063	1,237,345	0
Federal Pell Grant Program			GJT 84.063	511,262	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY		NONCASH	STATE <sup>1</sup>		DIRECT	PASSED TO
MAJOR SUBDIVISION OF FEDERAL AGENCY		INDICATOR	AGENCY	CFDA / OTHER ID NUMBER	EXPENDITURES	SUBRECIPIENTS
SOURCE TYPE (DIRECT OR PASS-THROUGH)						
ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)						
PROGRAM NAME						
	Federal Pell Grant Program		GKA	84.063	4,691,869	0
	Federal Pell Grant Program		GLA	84.063	1,024,749	0
	Federal Pell Grant Program		GSA	84.063	3,169,277	0
	Federal Pell Grant Program		GTA	84.063	11,354,309	0
	Federal Pell Grant Program		GFD	84.063 / 84.P063P022844	3,542,283	0
SUBTOTAL DIRECT FROM:					100,400,599	0
SUBTOTAL OFFICE OF POSTSECONDARY EDUCATION, DEPARTMENT OF EDUCATION					100,400,599	0
SUBTOTAL DEPARTMENT OF EDUCATION					394,502,988	0
-----						
DEPARTMENT OF HEALTH AND HUMAN SERVICES						
HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES						
DIRECT FROM:						
HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES						
	Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students		GFE	93.342	6,043	0
	Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students		GGB	93.342	121,466	0
	Nursing Student Loans		GFE	93.364	88,638	0
SUBTOTAL DIRECT FROM:					216,147	0
SUBTOTAL HEALTH RESOURCES AND SERVICES ADMINISTRATION, DEPARTMENT OF HEALTH AND HUMAN SERVICES					216,147	0
SUBTOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES					216,147	0
SUBTOTAL STUDENT FINANCIAL AID - CLUSTER					394,719,135	0

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
TRANSIT CAPITAL GRANTS - CLUSTER									
*****									
DEPARTMENT OF TRANSPORTATION									
FEDERAL TRANSIT ADMINISTRATION, DEPARTMENT OF TRANSPORTATION									
DIRECT FROM:									
FEDERAL TRANSIT ADMINISTRATION, DEPARTMENT OF TRANSPORTATION									
Federal Transit: Formula Grants									
						HAA	20.507	1.186	5.734.260
								-----	-----
SUBTOTAL DIRECT FROM:									
								1.186	5.734.260
								-----	-----
SUBTOTAL FEDERAL TRANSIT ADMINISTRATION, DEPARTMENT OF TRANSPORTATION									
								1.186	5.734.260
								-----	-----
SUBTOTAL DEPARTMENT OF TRANSPORTATION									
								1.186	5.734.260
								-----	-----
SUBTOTAL TRANSIT CAPITAL GRANTS - CLUSTER									
								1.186	5.734.260
								-----	-----

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.



STATE OF COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

PROGRAM TYPE (UNCLUSTERED OR CLUSTERED)

FEDERAL AGENCY	MAJOR SUBDIVISION OF FEDERAL AGENCY	SOURCE TYPE (DIRECT OR PASS-THROUGH)	ASSISTANCE PROVIDER (MAJOR SUBDIVISION OF FEDERAL AGENCY OR PASS-THROUGH ENTITY)	PROGRAM NAME	NONCASH INDICATOR	STATE <sup>1</sup> AGENCY	CFDA / OTHER ID NUMBER	DIRECT EXPENDITURES	PASSED TO SUBRECIPIENTS
WORKFORCE INVESTMENT ACT - CLUSTER									
*****									
DEPARTMENT OF LABOR									
EMPLOYMENT AND TRAINING ADMINISTRATION, DEPARTMENT OF LABOR									
DIRECT FROM:									
EMPLOYMENT AND TRAINING ADMINISTRATION, DEPARTMENT OF LABOR									
WIA Adult Program						KAA	17.258	2,430,345	3,317,334
WIA Youth Activities						KAA	17.259	3,007,974	4,710,001
WIA Dislocated Workers						GJJ	17.260	28,026	0
WIA Dislocated Workers						KAA	17.260	6,568,925	4,527,978
WIA Dislocated Workers						NAA	17.260	57,213	0
SUBTOTAL DIRECT FROM:								12,092,483	12,555,313
PASS-THROUGH PROGRAMS FROM:									
MOWD									
WIA Dislocated Workers						GJD	17.260 / 17.178	46,804	0
SUBTOTAL PASS-THROUGH PROGRAMS FROM:								46,804	0
SUBTOTAL EMPLOYMENT AND TRAINING ADMINISTRATION, DEPARTMENT OF LABOR								12,139,287	12,555,313
SUBTOTAL DEPARTMENT OF LABOR								12,139,287	12,555,313
SUBTOTAL WORKFORCE INVESTMENT ACT - CLUSTER								12,139,287	12,555,313
TOTAL								3,672,215,154	1,290,813,293

<sup>1</sup> - See Note 5 for a listing of State agency codes and agency names.

STATE OF COLORADO  
SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

*Note 1. Basis of Presentation*

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the State of Colorado agencies and institutions of higher education. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Under A-133, an award is considered expended when certain events related to the award occur. These include:

- Expenditure/expense transactions associated with grants, cost reimbursement contracts, cooperative agreements, and direct appropriations. The State of Colorado recognizes expenditures/expenses on the modified accrual or full accrual basis depending on the fund used. See note 5 of the Basic Financial Statements for additional information.
- Disbursement of amounts entitling the state to an interest subsidy
- Use of loan proceeds under loan and loan guarantee programs
- Distribution or consumption of food commodities
- Receipt of property or surplus property
- Disbursement of funds to subrecipients
- The period when insurance is in force
- Receipt or use of program income

As a result of these criteria, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

*Note 2. Organization of the Schedule*

Assistance reported in the Schedule of Expenditures of Federal Awards is grouped first by program clusters as defined in the Compliance Supplement then by federal agency and then by major subdivision of federal agency. Programs not included in clusters are reported under Catalog of Federal Domestic Assistance (CFDA) numbers or other identifying numbers at the front of the Schedule in a section titled Unclustered Programs. In order to determine the total assistance provided to the State of Colorado by an individual federal agency, amounts provided by the federal agency must be identified in individual clusters as well as in the Unclustered Programs section.

*Note 3. Other Assistance*

Most noncash assistance is reported in the Schedule of Expenditures of Federal Awards and indicated by an asterisk in the column titled Noncash Indicator. The following provides additional information related to items that federal agencies may consider to be assistance.

- A. The State Department of Labor and Employment expended \$581,318,156 for grant 17.225 - Unemployment Insurance. The total expenditure amount includes the federal portion of the grant and the required state match in the amounts of \$42,527,131 and \$538,791,025, respectively.

*Note 4. Subrecipients*

All amounts passed-through to subrecipients are identified in the Schedule of Expenditures of Federal Awards under the column titled Passed to Subrecipients.

STATE OF COLORADO  
 SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2003

Note 5. State Agency Codes and Names

<b>Agency Code</b>	<b>Agency Name</b>	<b>Agency Code</b>	<b>Agency Name</b>	<b>Agency Code</b>	<b>Agency Name</b>
AMA	COLO INFO TECHNOLOGY SVCS	GJC	COMMUNITY COLLEGE OF AURORA	ILB	STATE VET CENTER AT HOMELAKE
BAA	DEPARTMENT OF AGRICULTURE	GJD	COMMUNITY COLLEGE OF DENVER	ILC	VET NURSING HOME AT FLORENCE
CAA	CORRECTIONS ADMINISTRATION	GJE	FRONT RANGE COMMUNITY COLLEGE	ILD	VET NURSING HOME AT RIFLE
CFB	SURPLUS PROPERTY	GJF	LAMAR COMMUNITY COLLEGE	ILE	WALSENBURG VET NURSING HOME
DAA	DEPARTMENT OF EDUCATION	GJG	MORGAN COMMUNITY COLLEGE	JAA	JUDICIAL
EAA	OFFICE OF THE GOVERNOR	GJH	OTERO JUNIOR COLLEGE	CAA	DEPT OF LABOR AND EMPLOYMENT
EDA	OFFICE OF ECONOMIC DEVELOPMENT	GJJ	PIKES PEAK COMMUNITY COLLEGE	LAA	DEPARTMENT OF LAW
EFA	OFFICE OF ENERGY CONSERVATION	GJK	PUEBLO COMMUNITY COLLEGE	NAA	DEPARTMENT OF LOCAL AFFAIRS
FAA	DEPT OF PUB HLTH & ENVIRONMENT	GJL	RED ROCKS COMMUNITY COLLEGE	OAA	DIVISION OF NATIONAL GUARD
GAA	COLO COMMISSION ON HIGHER ED	GJM	TRINIDAD STATE JUNIOR COLLEGE	OBA	VETERANS AFFAIRS
GBA	COLORADO COUNCIL ON THE ARTS	GJP	LOWRY HEAT CENTER	PAA	DNR - EXECUTIVE DIRECTOR
GCA	STATE HISTORICAL SOCIETY	GJR	NORTHEASTERN JUNIOR COLLEGE	PBA	DIVISION OF WILDLIFE
GDA	COLORADO STUDENT LOAN	GJT	NORTHWESTERN COMMUNITY COLLEGE	PDA	WATER CONSERVATION BOARD
GFA	CU - REGENTS	GKA	UNIVERSITY OF NORTHERN COLO	PEA	DIVISION OF WATER RESOURCES
GFB	CU - BOULDER	GLA	COLORADO SCHOOL OF MINES	PHA	OIL AND GAS CONSERVATION COMM
GFC	CU - COLORADO SPRINGS	GMA	AURARIA HIGHER EDUCATION CTR	PIA	COLORADO GEOLOGICAL SURVEY
GFD	CU - DENVER	GRA	CO STUDENT OBLIGATION BOND AUT	PJA	PARKS AND OUTDOOR RECREATION
GFE	CU - HEALTH SCIENCE CENTER	GSA	FORT LEWIS COLLEGE	PKA	MINED LAND RECLAMATION DIV
GGB	COLORADO STATE UNIVERSITY	GTA	METROPOLITAN STATE COLLEGE	RAA	DEPARTMENT OF PUBLIC SAFETY
GGJ	UNIVERSITY OF SOUTHERN COLO	HAA	COLO DEPT OF TRANSPORTATION	SDA	CIVIL RIGHTS DIVISION
GHB	ADAMS STATE COLLEGE	IHA	DEPARTMENT OF HUMAN SERVICES	SFA	DIVISION OF INSURANCE
GHC	MESA STATE COLLEGE	IHH	PUBLIC HOUSING AUTHORITY	SGA	PUBLIC UTILITIES COMMISSION
GHE	WESTERN STATE COLLEGE	IHM	ALCOHOL AND DRUG ABUSE DIV	TAA	REVENUE - ADMINISTRATION
GJA	COLO COMM COLL & OCC ED SYS	IIA	OHR - ADMINISTRATIVE OFFICES	UHA	DEPT OF HLTH CARE POLICY & FIN
GJB	ARAPAHOE COMMUNITY COLLEGE	IKA	DIV OF YOUTH CORRECTIONS	WBA	TREASURY - OPERATING



## STATE OF COLORADO

JOANNE HILL, CPA  
State Auditor

OFFICE OF THE STATE AUDITOR  
303.869.2800  
FAX 303.869.3060

Legislative Services Building  
200 East 14th Avenue  
Denver, Colorado 80203-2211

November 26, 2003

### **Independent Auditor's Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards***

Members of the Legislative Audit Committee:

We have audited the financial statements of the State of Colorado, as of and for the year ended June 30, 2003, and have issued our report thereon dated November 26, 2003. We conducted our audit in accordance with generally accepted auditing standards applicable to financial audits contained in the *Government Auditing Standards*, issued by the Comptroller General of the United States.

#### Compliance

As part of obtaining reasonable assurance about whether the State of Colorado's 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 no instances of noncompliance that are required to be reported under *Governmental Auditing Standards*.

#### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the State of Colorado's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the 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 Colorado'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 the accompanying schedule of findings and questioned costs as Recommendation Nos. 2-7, 11-12, 14-15, 21, 24, 63-64.

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 the reportable conditions that are also considered to be material weaknesses. However, we believe none of the reportable conditions described above is a material weakness.

A handwritten signature in cursive script that reads "Joanne Hill".



## STATE OF COLORADO

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November 26, 2003

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

Members of the Legislative Audit Committee:

#### Compliance

We have audited the compliance of the State of Colorado, 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 Colorado'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 the State of Colorado's management. Our responsibility is to express an opinion on the State of Colorado's compliance based on our audit.

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 State, 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 Colorado'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 Colorado's compliance with those requirements.

In our opinion, the State of Colorado 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. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements that 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 as Recommendation Nos. 27-30, 33-58, 60-62, 65-73, 75.

## Internal Control Over Compliance

The management of the State of Colorado is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the State of Colorado'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 the 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 Colorado's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts, and grants. Reportable conditions are described in the accompanying schedule of findings and questioned costs as Recommendation Nos. 31-57, 59, 61-64, 69, 73-76

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 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, we believe that none of the reportable conditions described above is a material weakness.





## STATE OF COLORADO

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Denver, Colorado 80203-2211

November 26, 2003

### Required Communications Letter

Members of the Legislative Audit Committee:

We have audited the financial statements of the State of Colorado for the year ended June 30, 2003, and have issued our report thereon dated November 26, 2003. Under auditing standards generally accepted in the United States of America, we are providing you with the following information related to the conduct of our audit.

#### Our Responsibility Under Auditing Standards Generally Accepted in the United States of America

We have a responsibility to conduct our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards* issued by the Comptroller General of the United States. In carrying out this responsibility we planned and performed our audit to obtain reasonable assurance about whether the State's financial statements are free from material misstatement and are fairly presented in accordance with accounting principles generally accepted in the United States of America. Because an audit is designed to provide reasonable, but not absolute assurance and because we did not perform a detailed examination of all transactions, there is a risk that material misstatements, due to error or fraud, may exist and not be detected by us. We have no responsibility to plan and perform the audit to obtain reasonable assurance that misstatements, whether caused by error or fraud, that are not material to the financial statements are detected.

In addition, we obtained an understanding of the State's internal control sufficient to plan the audit and determine the nature, timing, and extent of audit procedures to be performed for the purpose of expressing our opinion on the financial statements. An audit does not include examining the effectiveness of internal control and does not provide assurance on internal control.

#### Significant Accounting Policies

The significant accounting policies used by the State are described in the notes to the financial statements. During the year ended June 30, 2003, there were no significant changes in previously adopted accounting policies or their application.



## Management Judgements and Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based upon management's current judgements. Those judgements are normally based on knowledge and experience about past and current events and on assumptions about future events. Significant accounting estimates reflected in the State's Fiscal Year 2003 financial statements include taxes receivable, allowance for doubtful accounts, depreciation of capital assets, deferred revenue, compensated absence liabilities, self-insurance liabilities, unclaimed property liabilities, scholarship allowances, and unemployment benefits payable. We evaluated the key factors and assumptions used to develop these estimates and determined that they are reasonable in relation to the financial statements taken as a whole.

## Audit Adjustments

Professional standards define an audit adjustment as a proposed correction of the financial statements that, in our judgement, may not have been detected except through our auditing procedures. Uncorrected misstatements identified during the Fiscal Year 2003 audit were determined by management and the Office of the State Auditor to be immaterial, both individually and in the aggregate, to the financial statements taken as a whole. The net effect of the uncorrected misstatements would have been to increase the fund balances by about \$2 million, decrease assets by about \$1.5 million, increase liabilities by almost \$1.5 million, decrease revenue by about \$1.3 million, and increase expenditures by about \$3.7 million. See Appendix B, which shows the net and gross passed audit adjustments by agency and the net and gross posted audit adjustments by agency.

## Disagreements with Management

Professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning financial accounting, reporting, or auditing that could be significant to the financial statements or the auditor's report.

The Fiscal Year 2003 financial audit of Colorado State University (CSU) was conducted by KPMG LLP under contract with the Office of the State Auditor. There were two initial disagreements with management at CSU on financial and reporting matters which were ultimately resolved. Those disagreements were as follows:

- *Start-up Costs and Cost Share Accruals.* Management initially recorded expenses and related liabilities for future start-up costs and CSU's portion of future cost share arrangement costs. KPMG believed that these accruals should not have been made due to the fact that the amounts being accrued were actually *future* costs and the expense and related liability had not actually been incurred. After much discussion, management subsequently made adjustments to remove the start-up cost and cost- share accruals totaling approximately \$8,337,000 and \$3,801,000 respectively. KPMG and the Office of the State Auditor concur with the final resolution of this issue and the final correction to the financial statements.

- *Restricted Net Assets for TABOR.* Management recorded restrictions on net assets for the portion of enterprise net assets that were subject to TABOR due to the fact that management believed that the TABOR “cap” acted as a constraint on these funds at year end. KPMG disagreed with this restriction due to the fact that TABOR only applies temporary constraints on these net assets and the characteristics of the TABOR constraints on these assets do not meet the definition of “restricted” per GASB Statement No. 34, *Basic Financial Statements and Management’s Discussion and Analysis for State and Local Governments*. After much discussion, management subsequently made an adjustment to move this portion of net assets from the “restricted” designation to the “unrestricted” designation. KPMG and the Office of the State Auditor concur with the final resolution of this issue and the final correction to the financial statements.

#### Consultations with Other Accountants

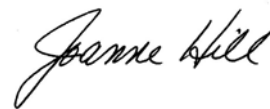
In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to confer with us to determine that the consultant has all relevant facts. To the best of our knowledge, there were no such consultations, written or oral, from other independent accountants during the past year.

#### Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing our audit.

\* \* \* \* \*

This report is intended solely for the information and use of the Legislative Audit Committee, and the State's management and is not intended to be and should not be used by anyone other than these specified parties.



## APPENDIX A

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### FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
<b>Department of Corrections</b>						
1	23	Expand the monitoring process for privately operated facilities to ensure that complete and accurate documentation is maintained to support all activity in inmate bank accounts.	N/A	Agree	6/30/2004	N/A
<b>Department of Health Care Policy and Financing</b>						
2	26	Ensure that the accounts receivable balance for Medicaid Management Information System (MMIS) receivables is routinely reconciled to the subsidiary ledger balance in the MMIS system and perform appropriate and timely follow-up on those cases where provider overpayments cannot be recouped through MMIS.	N/A	Agree	6/30/2004	N/A
27	117	Improve oversight of Medicaid eligibility data contained in the Client Oriented Information Network (COIN) and Colorado Trails systems to ensure that benefits are paid only to individuals eligible for the Medicaid programs by (a) initiating and completing targeted pilot reviews on a timely basis, (b) establishing procedures to ensure that COIN is updated accurately to reflect the date of death for all beneficiaries, (c) performing random testing of eligibility information included in the COIN and Trails systems compared with information in individuals' files, and (d) performing recoupment more frequently than once a year for payments made on behalf of individuals not eligible for Medicaid.	93.777, 93.778 (E) HHS	Agree	a. 12/2003 b. 6/30/2005 c. 7/2004 d. 7/2004	Phil Reed (303)866-2764

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
28	120	Ensure payments are made only for allowable costs under the Medicaid program by continuing internal reviews for prescription drug claims to ensure payments are made for properly supported drug claims.	93.777, 93.778 (A) HHS	Agree	Ongoing	Phil Reed (303)866-2764
29	121	Continue to improve controls over provider eligibility by (a) continuing to monitor the fiscal agent's review of all provider files to ensure each file includes a current provider agreement and documentation of applicable provider licenses and registrations and (b) developing procedures to ensure provider licensing information is updated on an annual basis to ensure its accuracy for changes that occur throughout a given year.	93.777, 93.778 (N) HHS	Agree	a. 7/1/2004 b. Ongoing	Phil Reed (303)866-2764
30	123	Work with the Colorado Office of the State Treasurer to determine the appropriate funding technique that should be used for the State's Medicaid program under the Cash Management Improvement Act (CMIA) and update the Treasury-State CMIA Agreement as deemed appropriate.	93.777, 93.778 (C) HHS	Agree	6/30/2004	Phil Reed (303)866-2764
<b>Department of Higher Education</b>						
<b>State Historical Society</b>						
3	29	Properly record revenue for TABOR reporting purposes.	N/A	Agree	6/30/2004	N/A

## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
<b>University of Colorado at Denver</b>						
31	128	Report the questioned costs identified in the Internal Audit Department's report to the appropriate federal sponsors and refund the amounts owed.	47.076, 64.125, 17.249, 84.027 (P) NSF, DVA, DOL, DOE	Agree	10/31/2003	Mary Catherine Gaisbauer (303)492-9712
32	129	Establish adequate controls over sponsored programs by (a) conducting a comprehensive review of its sponsored program processes, controls, and competencies; (b) clearly identifying respective responsibilities, authorities, and procedures that will fully comply with federal and state requirements, and developing guidance that reflects the same; and (c) conducting training to ensure all parties involved in sponsored program financial compliance are adequately equipped to carry out their responsibilities.	47.076, 64.125, 17.249, 84.027 (P) NSF, DVA, DOL, DOE	Agree	a.6/30/2004 b. 10/31/2003 c.6/30/2004	Mary Catherine Gaisbauer (303)492-9712
<b>Colorado State University</b>						
33	132	Ensure cash management requirements are adhered to by (a) ensuring the request-for-funds function is assigned to someone familiar with cash management compliance requirements; (b) implementing a formal secondary review by a person that did not directly prepare the draw; (c) considering a cursory review by the Office of Sponsored Programs (OSP), for those programs that are not already drawn or billed by OSP, to ensure cash management compliance; and (d) designating a knowledgeable person or group to monitor interest earned on the advancement of federal funds to ensure that interest earned is remitted to the appropriate federal agency.	97.046 (C) FEMA	Agree	9/2004	Ed Ruotsinoja (970)491-1359

## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
34	134	Include a standard clause in all cooperator and vendor agreements or obtain a separate certification from the vendors and cooperators stating that the cooperator/vendor is not suspended or debarred from federal procurement and nonprocurement programs.	10.664, 97.046 (I) FEMA, USDA	Agree	6/2004	Ed Ruotsinoja (970)491-1359
35	136	Comply with subrecipient monitoring compliance requirements for research and development grants by (a) developing a formal policy requiring subrecipients to take timely and appropriate corrective action on all audit findings, (b) requiring proper follow-up procedures to be performed to ensure the corrective action plan was properly adhered to by the subrecipient reporting significant noncompliance findings, and (c) incorporating procedures into the policy regarding the monitoring of subrecipients not subject to OMB Circular A-133 audits.	10.001, 10.200, 10.203, 10.206, 10.302, 10.303, 10.652, 10.664, 11.432, 15.808, 15.916, 47.041, 47.049, 47.050, 47.074, 66.500, 93.136, 93.279, 93.389, 93.393, 93.395, 93.821, 93.853, 93.856 (M) DOC, DOI, EPA, HHS, NSF, USDA	Agree	6/2004	Ed Ruotsinoja (970)491-1359
36	137	Strengthen controls over subrecipient monitoring for the Cooperative Forestry Assistance award program by (a) obtaining A-133 reports for all subrecipients and established follow-up procedures to ensure the proposed corrective action plan is adhered to by the subrecipients and (b) including in subrecipient agreements all necessary compliance elements, including the title of the award and the federal awarding agency, the CFDA number, and the need for the subrecipient to follow OMB Circular A-133 requirements.	10.001, 10.200, 10.203, 10.206, 10.302, 10.303, 10.652, 10.664, 11.432, 15.808, 15.916, 47.041, 47.049, 47.050, 47.074, 66.500, 93.136, 93.279, 93.389, 93.393, 93.395, 93.821, 93.853, 93.856 (M) DOC, DOI, EPA, HHS, NSF, USDA	Agree	6/2004	Ed Ruotsinoja (970)491-1359

## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
37	139	Establish procedures to ensure that the withdrawal dates of students who withdraw from CSU without providing notification are determined by 30 days after the end of the payment period or academic year from which the students withdrew, whichever is earlier. Also, these procedures should ensure proper return of Title IV funds.	84.007, 84.033, 84.038, 84.063, 84.268, 93.342 (N) DOE	Agree	5/2004	Ed Ruotsinoja (970)491-1359
38	141	Establish procedures to ensure that cost of attendances that have been manually changed prior to receiving data corrections from the Central Processing System are examined to ensure appropriateness.	84.007, 84.033, 84.038, 84.063, 84.268, 93.342 (N) DOE	Agree	Implemented	Ed Ruotsinoja (970)491-1359
39	142	Implement procedures to ensure that documentation is maintained to substantiate its compliance with exit counseling requirements.	84.007, 84.033, 84.038, 84.063, 84.268, 93.342 (N) DOE	Agree	5/2004	Ed Ruotsinoja (970)491-1359
40	143	Implement procedures to ensure that all elements of the Fiscal Operations Report and Application to Participate are accurate.	84.007, 84.033, 84.038, 84.063, 84.268, 93.342 (L) DOE	Agree	9/2004	Ed Ruotsinoja (970)491-1359

## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
41	145	Strengthen controls over cash management and expenditures for the Cooperative Forestry Assistance grant by (a) performing a detailed review, on a test basis, of expenses submitted to monitor payments made to subrecipients, as approved by field offices, to ensure that sufficient, allowable expenses are submitted for reimbursement, consistent documentation is provided, and procedures for reviewing allowability at the field office level are performed accurately; (b) approving payments only to subrecipients for actual costs incurred rather than estimated costs to be incurred; (c) comparing the maximum allowable contract amount to total amounts expended and documenting any variances or amended funding levels on a project basis when the payments are approved; (d) maintaining a roll-forward of the total amounts eligible and amounts available to ensure the subrecipient has met the required matching contribution; and (e) having requests for reimbursement reviewed by an individual at least one level higher than the person preparing the request prior to submission to the granting agency.	10.664 (B) (G) USDA	Agree	6/2004	Ed Ruotsinoja (970)491-1359
42	147	Reconcile the following, on a grant by grant basis, within the fiscal year as well as the life of the grants: the amounts drawn from the federal agency, the amounts reported as federal expenditures and revenue in the general ledger, and the amounts reported on the Exhibit K.	10.664 (P) USDA	Agree	6/2004	Ed Ruotsinoja (970)491-1359
43	147	Establish procedures to review all grant agreements upon initiation and implement the necessary processes to ensure compliance with reporting and other applicable requirements. An individual should be assigned responsibility for completing required reports timely, and a secondary review of the report should be performed by another individual knowledgeable of the program prior to submission.	10.664 (L) USDA	Agree	6/2004	Ed Ruotsinoja (970)491-1359



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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
<b>Adams State College</b>						
44	149	Improve procedures and controls over student financial aid reporting and eligibility by ensuring that the Fiscal Operations Report and Application to Participate report is prepared and filed on a timely basis and contains accurate data that agrees with accounting and financial aid records.	84.007, 84.033, 84.038, 84.063 (L) DOE	Agree	6/2004	Richard Scanga (719)587-7699
<b>Colorado Community College System Arapahoe Community College</b>						
45	152	Establish procedures to ensure that carryforward balances are disbursed prior to disbursing current year allocations, and ensure that it has reimbursed the U.S. Department of Education for the difference between the earnings that the excess cash balance would have yielded if invested under the applicable current value of funds rate and the actual interest earned on that balance.	84.007 (C) DOE	Agree	6/2004	Angela Lujan (303)797-5644
<b>Colorado Community College System Community College of Denver</b>						
46	154	Establish procedures to ensure that all required data elements are verified, all required verification worksheet sections are completed and appropriately signed, all required documents are received, and assigned budgets correspond with verified data.	84.007, 84.033, 84.063, 84.268 (N) DOE	Agree	6/2004	Kevin Callison (303)352-3012

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
<b>Colorado Community College System Front Range Community College Community College of Denver</b>						
47	155	Establish procedures to ensure that enrollment dates are reported correctly in the Pell reporting process.	84.063 (L) DOE	Agree	6/2004	Kevin Callision (303)352-3012 Mike Kupcho (303)404-5546
<b>Colorado Community College System Trinidad State Junior College</b>						
48	156	Establish procedures to ensure that Pell disbursements are reported within 30 days after making payment to students.	84.063 (L) DOE	Agree	6/2004	Stacey Stacy (719)846-5691
<b>Colorado Community College System Front Range Community College Community College of Denver</b>						
49	157	Establish procedures to ensure that Verification Status Codes are reported correctly in the Pell reporting process.	84.063 (L) DOE	Agree	6/2004	Kevin Callision (303)352-3012 Mike Kupcho (303)404-5546

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
<b>Colorado Community College System Community College of Denver</b>						
50	158	Establishes procedures to ensure that the proper Title IV funds are included in the return of Title IV funds calculations.	84.007, 84.063, 84.268 (N) DOE	Agree	6/2004	Kevin Callision (303)352-3012
<b>Colorado Community College System Community College of Denver Front Range Community College Trinidad State Junior College Pueblo Community College</b>						
51	159	Establish procedures to ensure that the institution's portion of a student's unearned Title IV funds are returned within 30 days after the school has determined a student has withdrawn.	84.007, 84.032, 84.063, 84.268 (N) DOE	Agree	6/2004	Kevin Callision (303)352-3012 Mike Kupcho (303)404-5546 Stacey Stacy (719)846-5691 Colleen Armstrong (719)549-3211

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
<b>Colorado Community College System Trinidad State Junior College Pueblo Community College Community College of Denver</b>						
52	161	Establish procedures to ensure that the withdrawal dates of students who withdraw without providing notification are determined by 30 days after the end of the term, at the latest.	84.007, 84.032, 84.063, 84.268 (N) DOE	Agree	6/2004	Stacey Stacy (719)846-5691 Colleen Armstrong (719)549-3211 Kevin Callision (303)352-3012
<b>Colorado Community College System Pueblo Community College</b>						
53	162	Establish procedures to ensure that students are not requested to repay grant overpayments that are originally less than \$25.	84.063 (N) DOE	Agree	6/2004	Colleen Armstrong (719)549-3211
54	163	Establish procedures to ensure that students are allowed the 45-day period of extended eligibility before they are reported to the National Student Loan Data System if they do not take positive action regarding their grant overpayments during the 45 days.	84.007, 84.032, 84.033, 84.063 (N) DOE	Agree	6/2004	Colleen Armstrong (719)549-3211

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
<b>Colorado Community College System Arapahoe Community College</b>						
55	165	Establish procedures to ensure that amounts that could have been disbursed are properly accounted for in return of Title IV funds calculations.	84.063 (N) DOE	Agree	9/1/2003	Angela Lujan (303)797-5644
<b>Colorado Community College System Trinidad State Junior College</b>						
56	166	Implement procedures such that cash drawdowns are conducted routinely, and that bank reconciliations are reviewed by the appropriate supervisor and documentation of the review is affixed to the reconciliation. The supervisory review should include clerical testing of the reconciliations, as well as follow-up procedures to ensure all unreconciled items are investigated and resolved.	84.007, 84.033, 84.063 (C) DOE	Agree	6/2004	Stacey Stacy (719)846-5691
<b>Colorado Community College System</b>						
57	169	Work with the community colleges and the U.S. Department of Education to evaluate Pell Grant assistance to students in the Agriculture Business Management (ABM) and the Small Business Management (SBM) programs. Verify that documentation exists to show that students who enrolled in the ABM or SBM program and received federal financial aid attended a lecture class, received one-on-one instruction, or performed cooperative education hours. For those students for whom documentation does not exist, work with the community colleges to reimburse the federal government for excess amounts claimed.	84.063 (E)(N) DOE	Partially agree	1/2004	Fiftwo Baldwin (303)595-1600

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
<b>Colorado School of Mines</b>						
58	171	Develop subrecipient monitoring documentation policies and procedures to help ensure that subrecipient files are properly maintained and provide documentation for the monitoring that has occurred.	10.206, 11.430, 11.612, 12.300, 12.431, 12.800, 12.910, 15.504, 15.808, 47.041, 47.049, 47.050, 47.070, 47.075, 47.076, 47.078, 66.500, 66.606, 81.049, 81.086, 81.089, 84.007, 84.033, 84.037, 84.038, 84.063, 84.069, 84.116, 84.200 (M) BIA, CSREES, DARPA, DOC, DOD, DOE, DOI, EPA, IMLS, NIST, NOAA, NSF, USDA	Agree	6/2004	Glen Nelson (303)273-3262

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
59	172	Follow policies and procedures to help ensure close-out procedures are documented for each project completed to prevent erroneous expenses being charged to these projects and help ensure compliance with applicable laws and regulations.	10.206, 11.430, 11.612, 12.300, 12.431, 12.800, 12.910, 15.504, 15.808, 47.041, 47.049, 47.050, 47.070, 47.075, 47.076, 47.078, 66.500, 66.606, 81.049, 81.086, 81.089, 84.007, 84.033, 84.037, 84.038, 84.063, 84.069, 84.116, 84.200 (P) BIA, CSREES, DARPA, DOC, DOD, DOE, DOI, EPA, IMLS, NIST, NOAA, NSF, USDA	Agree	Implemented	Glen Nelson (303)273-3262
60	173	Develop policies and procedures to help ensure that all communications with the National Student Loan Data System are complete, accurate, and timely.	84.032 (N) DOE	Agree	6/2004	Glen Nelson (303)273-3262
<b>Student Loan Division</b>						
61	176	Continue to ensure that adequate controls are in place over default aversion fees ensuring that all data on consolidated loans converted to the mainframe guarantee system are adequately tested to avoid unforeseen problems and impacts on the mainframe system.	84.032 (L)(N) DOE	Agree	12/2003	Robert Haddock (303)305-3000

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
62	178	Continue to follow established procedures to monitor the Federal Fund with emphasis on (a) determining the adequacy of funding to maintain required reserves and taking timely action, such as charging other allowable fees and investigating other solutions, to address potential problems by means other than using the Operating Fund to subsidize the Federal Fund; and (b) contingent upon establishing adequate funding and reserves for the Federal Fund, making transfers of default aversion fees to the Operating Fund as permitted under the Federal Higher Education Act.	84.032 (L)(N) DOE	a. Partially agree b. Disagree	a. 7/1/2004 b. N/A	Robert Haddock (303)305-3000

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### Colorado Student Obligation Bond Authority

4	31	Work with the State Controller's Office to resolve discrepancies between the Statement of Cash Flows prepared by CollegeInvest and by the State Controller's Office by (a) determining what additional accounts need to be created on the CollegeInvest accounting system to facilitate the mapping of accounts to COFRS; (b) utilizing the new accounts in the development of the Statement of Cash Flows; (c) testing the procedures by preparing and reconciling the Statement of Cash Flows for an interim period agreed upon with the State Controller's Office; and (d) upon resolution of discrepancies, document the procedures that should be used to prepare the Statement of Cash Flows, including information on how accounts map to COFRS.	N/A	Agree	12/31/2003	N/A
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Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
63	181	Adopt a policy requiring that certain safeguards be in place for changes in interpretations of the federal regulations prior to implementation. The policy should include (a) requiring that adequate research be performed and written documentation obtained such as opinions from third-party consultants to support the interpretation and (b) obtaining formal documented approval from management and the Board of Directors on new interpretations and procedures.	84.032 (P) DOE	Partially agree	2/2004	Douglas R. Angell (303)376-8800
64	182	Strengthen internal controls and minimize the risk of errors by implementing a policy that requires changes/transfers of groups of loans within each of the existing bond indentures or any new Bond IDs created or changed be in writing and approved at a higher level within management than the employee requesting the change.	84.032 (P) DOE	Agree	2/2004	Douglas R. Angell (303)376-8800
<b>Department of Human Services</b>						
5	36	Strengthen overall accounting controls by (a) providing ongoing staff training in critical areas including accounting-related statutory requirements and legal obligations, (b) establishing written procedures for all basic accounting functions and requiring that adequate documentation be maintained for all entries, (c) implementing the appropriate level of supervisory review over all accounting activities, and (d) reviewing all programs to ensure that the expenditures are properly recorded in compliance with spending authority.	N/A	Agree	10/2004	N/A

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
6	40	Adhere to state statutes regarding expenditure of funds by (a) ensuring staff are sufficiently familiar with statutory requirements related to departmental programs, (b) charging expenditures to the proper appropriation code and reviewing entries to the State's accounting system for unusual activity, (c) reimbursing excess Title IV-E funds due to the counties but used by the Department for non-Title IV-E purposes in prior fiscal years, (d) requesting supplemental appropriations from the Joint Budget Committee for Title IV-E related expenditures exceeding the original base appropriation in future years, and (e) notifying the State Controller when an overexpenditure occurs.	N/A	Agree	3/2004	N/A
7	44	Improve controls over capital assets by (a) ensuring that retainage payable accounts are reconciled at fiscal year-end and that required adjusting entries are made to year-end balances; (b) transferring costs for completed capital construction projects to appropriate asset accounts prior to year-end close; (c) notifying the Office of the State Auditor in advance of physical inventories conducted after March 31 but prior to June 30, investigating all discrepancies, and making adjustments on COFRS as appropriate; (d) revising existing capital asset reconciliation procedures to state that reconciliations be prepared through fiscal year-end and list all the balances to be reconciled, and requiring all Department agencies to perform capital asset reconciliations timely and accurately and in accordance with Department policies; (e) maintaining adequate supporting documentation for capital lease entries recorded on COFRS; and (f) requesting federal reimbursement of outstanding construction expenditures at the Fitzsimons State Veterans Nursing Home project on a timely basis.	N/A	Agree	a. 7/2004 b. 7/2004 c. 7/2004 d. 7/2004 e. 4/2004 f. 3/31/2004	N/A

## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
8	48	Improve controls over the preparation of exhibits to increase the accuracy of information submitted to the State Controller's Office and to lessen staff time required to correct and revise exhibits by (a) developing and conducting training prior to year-end for staff preparing exhibits and (b) instituting a secondary review process over all exhibits to ensure their accuracy prior to submission.	N/A	Agree	9/2004	N/A
9	49	Improve payroll controls by (a) monitoring time sheets to ensure they are dated by both the employee and the supervisor and (b) establishing a time frame during which time sheets must be certified by the employee and supervisor and requiring that certifications be dated.	N/A	Agree	3/2004	N/A
65	186	Ensure that adequate controls over fraud and abuse in the Temporary Assistance for Needy Families program are in place at the counties by (a) requiring counties to annually submit policies and procedures to safeguard against program fraud and abuse by a specified date, (b) reviewing these standards and procedures for compliance to the State Plan and providing timely feedback to the counties as needed, and (c) monitoring for counties' compliance with the policies and procedures during on-site visits to counties.	93.558 (M) HHS	Agree	6/30/2004	Dick Taylor (303)866-2732
66	189	Improve oversight of the Adoption Assistance program by (a) scheduling and performing reviews throughout the fiscal year, (b) establishing a set time frame for furnishing feedback to the counties, and (c) providing timely feedback to counties of issues identified in program reviews.	93.569 (M) HHS	Agree	1/2004	Dick Taylor (303)866-2732

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
<b>Division of Child Support Enforcement</b>						
67	193	Develop policies and procedures regarding the automatic issuance of administrative liens for all incarcerated noncustodial parents with a child support order.	93.563 (P) (HHS)	Agree	12/31/2003	Pauline Burton (303)866-5050
68	194	Develop a system to actively monitor case closures by (a) developing a method to review closed cases involving incarcerated noncustodial parents on a continual basis; (b) requiring its Monitoring Unit to review closed child support cases involving an incarcerated noncustodial parent; (c) reopening any improperly closed cases immediately and ensure an administrative lien is issued, if appropriate; (d) providing additional training to ensure that all counties are aware of the case closure requirements for cases with incarcerated noncustodial parents; and (e) taking steps to ensure counties comply with state and federal rules regarding case closures for incarcerated noncustodial parents.	93.563 (P) (HHS)	Agree	a. 6/2003 b. 6/2003 c. 6/2003 d. 12/31/2003 e. 6/2003	Pauline Burton (303)866-5050
<b>Department of Human Services and Department of Health Care Policy and Financing</b>						
<b>Department of Human Services State and Veterans Nursing Homes</b>						
69	201	Work with the federal Centers for Medicare and Medicaid Services to determine if the current Medicaid billing policy in relation to Veterans Affairs per diem payments is appropriate and allowable.	93.777, 93.778 (A)(B) HHS	Agree	6/2004	Dick Taylor (303)866-2732

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
70	202	Implement a formal procedure for consulting with and receiving approval from the Department of Health Care Policy and Financing for policy changes that affect billings to the Medicaid program.	93.777, 93.778 (A)(B) HHS	Agree	12/2003	Dick Taylor (303)866-2732 Joe Keebaugh (303)866-2487
71	203	Review the effect of the current Veterans Affairs per diem policy on Medicaid residents and non-Medicaid, private-pay residents and ensure that any inconsistencies caused by policy changes are eliminated.	93.777, 93.778 (A)(B) HHS	Agree	6/2004	Dick Taylor (303)866-2732
<b>Department of Health Care Policy &amp; Financing</b>						
72	203	Address gaps in current nursing facility audit practices by developing analytical tools and procedures to identify significant changes in reimbursements received by providers and investigate these instances as appropriate.	93.777, 93.778 (A)(B)(M) HHS	Agree	3/2004	Joe Keebaugh (303)866-2487
<b>Judicial Department</b>						
<b>Office of the Child's Representative</b>						
10	54	Process attorney payments in accordance with policy.	N/A	Agree	10/15/2003	N/A
<b>Department of Labor and Employment</b>						
11	57	Improve controls over federal expenditure and revenue reporting by implementing a periodic reconciliation process to identify and resolve discrepancies found between the Financial Accounting and Reporting System and COFRS in a timely manner.	N/A	Agree	6/30/2004	N/A

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
12	59	Improve controls over accounts receivable in the Petroleum Storage Tank Fund by (a) establishing procedures for periodically reviewing aging analysis reports in COFRS to identify delinquent accounts and submitting accounts 30 days past due to Central Collections and (b) obtaining verification of the owner name and address during the annual inspections and ensuring changes to the Department's records are made as needed.	N/A	Agree	12/31/2004	N/A
73	214	Improve controls over the use of Workforce Investment Act (WIA) funds by working with the regions to ensure that limited funds are used effectively in compliance with WIA requirements and to promote achievement of WIA's goals by (a) revising policies on training and supportive services to provide additional guidance to the regions in determining and documenting the need for such services in each case and (b) ensuring that regions adopt policies and practices consistent with the Department's additional guidance through its monitoring efforts.	17.258, 17.260 (A)(B)(E) (DOL)	Agree	a. 12/31/2003 b. 6/2004	Tom Looft (303) 318-8812
74	218	Clarify the circumstances under which funds can be considered limited for purposes of offering priority of service to low-income clients in the Adult program by (a) developing criteria to help the regions determine the availability of funds, (b) working with the regions to expand and clarify regional policies to be consistent with the Department's criteria and to contain specific criteria for determining funds availability, and (c) ensuring that the regions maintain priority systems for low-income clients in the Adult program unless the regions demonstrate that funds are not limited in accordance with state and local criteria.	17.258, 17.260 (P) (DOL)	a. Disagree b. Agree c. Agree	a. N/A b. 12/31/2003 c. 6/2004	Tom Looft (303) 318-8812

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
75	222	Improve the compliance monitoring process by (a) collecting and analyzing information on all subregions for use in risk-based monitoring, (b) ensuring that all discretionary grants provided to the regions and subregions are monitored by the state field representatives in their annual monitoring visits to the regions, and (c) promoting consistency in monitoring by formalizing procedures in written guidance and training for the state field representatives.	17.258, 17.260 (M) (DOL)	a. Disagree b. Agree c. Agree	a. N/A b. 6/2004 c. 12/31/2003	Tom Looft (303) 318-8812
<b>Department of Military and Veterans Affairs</b>						
13	62	Improve controls over the Tuition Assistance Office by establishing a supervisory review over the identification and calculation of accounts receivable for the tuition refunds owed to the State.	N/A	Agree	1/1/2004	N/A

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
<b>Department of Natural Resources</b>						
14	68	Improve controls over capital assets and ensure assets are recorded accurately on the State's accounting system by (a) entering all Fiscal Year 2003 adjustments to capital assets as needed; (b) requiring divisions to submit inventory adjustments, including adequate documentation, to the Department within a reasonable time after an asset is added or deleted; reviewing the documentation for completeness; and following up as appropriate; (c) ensuring adjustments made when revising capitalization thresholds are accurate; (d) recording depreciation and adjusting the remaining useful lives of capital assets in accordance with generally accepted accounting principles when changing the estimated useful lives of assets; (e) completing periodic reconciliations between the internal database of capital assets and the State's accounting system and making adjustments in a timely manner; (f) implementing independent review procedures over the reconciliation process.	N/A	a. Agree b. Agree c. Agree d. Partially agree e. Agree f. Agree	a. 1/2004 b. 6/2004 c. 2/2004 d. 3/2004 e. 1/2004 f. 4/2004	N/A

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
<b>Division of Minerals and Geology</b>						
15	74	<p>Improve its controls over reclamation deposits held in custody by</p> <p>(a) ensuring that confirmation forms used for certificates of deposit held by financial institutions include all necessary information;</p> <p>(b) developing and implementing procedures to identify and resolve all exceptions related to certificates of deposit between internal records and information reported by financial institutions;</p> <p>(c) enforcing its policy stating that no interest shall accrue on reclamation deposits held by financial institutions by working with the operators and financial institutions, or changing its policy;</p> <p>(d) establishing and implementing adequate segregation of duties between individuals who maintain records of reclamation deposits and individuals authorized to withdraw these deposits from Treasury;</p> <p>(e) ensuring that receipts for reclamation deposits with Treasury are safeguarded and that withdrawals of items and the related adjustments to the Division's internal listings are completed timely and accurately;</p> <p>and (f) reconciling internal records on reclamation deposits held at Treasury to the State's accounting system and Treasury's records, and implementing independent reviews procedures over these reconciliations in a timely manner.</p>	N/A	Agree	<p>a. 5/2004</p> <p>b. 6/2005</p> <p>c. 8/2004</p> <p>d. 12/2003</p> <p>e. 1/2004</p> <p>f. 1/2004</p>	N/A

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
<b>Colorado Water Conservation Board</b>						
16	79	Improve monitoring of borrowers' compliance with the liability insurance requirements by (a) extending testwork to review all the outstanding loan files to identify instances in which the borrower does not meet insurance requirements and following up to ensure compliance, (b) utilizing Access database reporting capabilities to monitor liability insurance expiration dates by borrowers on a monthly basis, and (c) developing procedures for following up in a timely manner with all borrowers who are delinquent in meeting insurance requirements.	N/A	Agree	6/2004	N/A
<b>Department of Personnel and Administration</b>						
17	83	Ensure that withholding information documented in employee payroll files is accurately recorded in the Colorado Personnel Payroll System.	N/A	Agree	Implemented	N/A
<b>State Fleet Management</b>						
18	84	Implement year-end physical inventory procedures that include (a) performing physical inventories of all capital assets and (b) comparing the results of the physical inventories with the Colorado Automotive Reporting System and the State's accounting system.	N/A	Agree	7/2004	N/A
<b>Department of Public Health and Environment</b>						
19	91	Evaluate the administrative expenditures for the Colorado Children's Trust Fund and reduce them as appropriate to eliminate the deficit spending for the program.	N/A	Partially agree	3/2004	N/A

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
20	92	Reimburse the Colorado Children's Trust Fund for the Prevention and Intervention Services for Children and Youth Division retirement payouts charged to the program.	N/A	Disagree	N/A	N/A
<b>Department of Regulatory Agencies</b>						
21	96	Record revenue in accordance with generally accepted accounting principles. If proper revenue recognition results in excess fund balance, comply with SB 98-194 requirements by either reducing fees or requesting a waiver in accordance with Section 24-75-402 (8), C.R.S.	N/A	Partially agree	7/1/2004	N/A
<b>Department of Revenue</b>						
22	101	The Tax Conferee Section should incorporate the most recent years' historical collection and refund claims payments information in its fiscal year-end estimating process.	N/A	Agree	6/30/2004	N/A
23	101	Cross train staff and have adequate written procedures for data retrieval in place to ensure that access to information is not compromised by employee turnover.	N/A	Agree	6/30/2004	N/A

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

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Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
<b>Office of the State Treasurer</b>						
24	104	Adjust the Fiscal Year 2004 allocations to counties to correct the Fiscal Year 2003 error related to vehicle registration data and implement review procedures over Highway Users Tax Funds distributions to ensure that the amounts are calculated correctly before issuing the payments to State agencies and local governments.	N/A	Agree	9/2004	N/A
76	226	Review and evaluate the reasonableness of the clearance patterns for payments issued by the State, given the change in financial institutions during Fiscal Year 2003.	10.551,10.553, 10.555, 10.557, 10.558, 10.561, 14.228, 14.871, 17.207, 17.225,17.253, 17.258, 17.259, 17.260,17.261, 20.205, 66.802, 84.010, 84.126 84.027, 84.340, 93.558, 93.563, 93.568, 93.575, 93.596, 93.658, 93.667, 93.767, 93.778, 93.959, 96.001 (C) USDA, HUD, DOL, DOT, EPA, DOE, HHS, SSA	Agree	9/2004	Doug Windes (303)866-3253
<b>Department of Transportation</b>						
25	113	Implement a secure program to track and reconcile credit card purchases.	N/A	Agree	9/2004	N/A

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## FEDERAL SINGLE AUDIT RECOMMENDATION LOCATOR

Rec. No.	Page No.	Recommendation Summary	CFDA No. / Compliance Requirement / Federal Entity	Agency Response	Implementation Date	Contact for Corrective Action Plan
26	113	Secure off-site data processing capabilities for use in the event a disaster occurs that renders current data processing functions partially or fully inoperable.	N/A	Partially agree	9/2004	N/A

Compliance Requirements

- (A) Activities allowed or unallowed
- (B) Allowable costs/cost principles
- (C) Cash Management
- (E) Eligibility
- (G) Matching, level of effort, earmarking
- (H) Period of Available Funds
- (I) Procurement, Suspension, and Debarment
- (L) Reporting
- (M) Subrecipient monitoring
- (N) Special tests and provisions
- (P) Other

Federal Entities

- BIA - Bureau of Indian Affairs
- CSREES - Cooperative State Research, Education, and Extension Service
- DARPA - Defense Advanced Research Agency
- DOC - Department of Commerce
- DOD - Department of Defense
- DOE - Department of Education
- DOI - Department of the Interior
- DOL - Department of Labor
- DOT - Department of Transportation
- DVA - Department of Veterans Affairs
- EPA - Environmental Protection Agency
- FEMA - Federal Emergency Management Agency
- HHS - Department of Health and Human Services
- HUD - Department of Housing and Urban Development
- IMLS - Institute of Museum & Library Services
- NIST - National Institute of Standards and Technology
- NOAA - National Oceanic & Atmospheric Administration
- NSF - National Science Foundation
- SSA - Social Security Administration
- USDA - United States Department of Agriculture

**APPENDIX B**

**Net Passed Audit Adjustments by Agency  
For The Fiscal Year Ended June 30, 2003  
Increase (Decrease)**

<b>Agency Name</b>	<b>Assets</b>	<b>Liabilities</b>	<b>Fund Balance</b>	<b>Revenue</b>	<b>Expenditures</b>
<b>Agriculture</b>	\$ (23,089)	\$ (23,243)	\$ 23,961	\$ (47,010)	\$ (23,203)
<b>Corrections</b>	-	-	-	-	-
<b>Education</b>	220,000	-	-	-	(220,000)
<b>Governor</b>	-	-	-	-	-
<b>Health Care Policy and Financing</b>	325,887	2,607,255	-	325,887	2,607,255
<b>Higher Education</b>	338,445	(312,669)	2,017,117	(3,275,976)	(1,909,973)
<b>Human Services</b>	20,658	191,179	-	-	170,521
<b>Judicial</b>	-	-	-	-	-
<b>Labor and Employment</b>	(332,640)	(25,852)	-	730,156	1,036,944
<b>Law</b>	-	-	-	-	-
<b>Legislative</b>	-	(930)	-	-	(930)
<b>Local Affairs</b>	24,225	24,225	-	(20,257)	(20,257)
<b>Military Affairs</b>	-	-	-	-	-
<b>Natural Resources</b>	(1,500,000)	-	-	(1,500,000)	-
<b>Personnel and Administration</b>	22,849	3,961	(51,381)	74,229	3,961
<b>Public Health and Environment</b>	-	(87,959)	-	87,959	-
<b>Public Safety</b>	-	-	-	398,259	398,259
<b>Regulatory Agencies</b>	-	-	-	-	-
<b>Revenue</b>	144,309	(400,447)	-	142,516	(402,240)
<b>State</b>	-	-	-	-	-
<b>Transportation</b>	(256,500)	-	-	-	256,500
<b>Treasury</b>	(467,229)	(467,229)	-	1,797,610	1,797,610
<b>Net Increase (Decrease)</b>	<b>\$ (1,483,085)</b>	<b>\$ 1,508,291</b>	<b>\$ 1,989,697</b>	<b>\$ (1,286,627)</b>	<b>\$ 3,694,447</b>

**Gross Passed Audit Adjustments by Agency  
For Fiscal Year Ended June 30, 2003**

<b>Agency Name</b>	<b>Assets</b>		<b>Liabilities</b>		<b>Fund Balance</b>		<b>Revenue</b>	<b>Expenditures</b>		
<b>Agriculture</b>	\$	87,872	\$	67,261	\$	23,961	\$	80,588	\$	59,547
<b>Corrections</b>										
<b>Education</b>		220,000		-		-		-		220,000
<b>Governor</b>										
<b>Health Care Policy and Financing</b>		2,435,197		2,607,255		-		2,435,197		2,607,255
<b>Higher Education</b>		19,700,223		4,594,183		7,817,085		9,421,443		13,921,509
<b>Human Services</b>		190,482		191,179		-		-		276,091
<b>Judicial</b>										
<b>Labor and Employment</b>		1,792,952		25,852		-		730,156		1,088,648
<b>Law</b>										
<b>Legislative</b>		-		930		-		-		930
<b>Local Affairs</b>		24,225		32,161		-		28,193		28,193
<b>Military Affairs</b>										
<b>Natural Resources</b>		2,306,015		-		-		1,500,000		-
<b>Personnel and Administration</b>		22,849		3,961		51,381		74,229		3,961
<b>Public Health and Environment</b>		-		87,959		-		87,959		-
<b>Public Safety</b>		-		796,518		-		398,259		398,259
<b>Regulatory Agencies</b>										
<b>Revenue</b>		904,025		2,826,677		-		2,665,562		402,240
<b>State</b>										
<b>Transportation</b>		256,500		-		-		-		256,500
<b>Treasury</b>		4,062,449		467,229		-		1,797,610		1,801,488
	\$	32,002,789	\$	11,701,165	\$	7,892,427	\$	19,219,196	\$	21,064,621

**Net Posted Audit Adjustments by Agency  
For The Fiscal Year Ended June 30, 2003  
Increase (Decrease)**

Agency Name	Assets	Liabilities	Fund Balance	Revenue	Expenditures
Agriculture	\$ 56,510	\$ -	\$ -	\$ 56,510	\$ -
Corrections	-	-	-	-	-
Education	-	-	-	-	-
Governor	-	-	-	-	-
Health Care Policy and Financing	-	-	-	-	-
Higher Education	3,164,834	23,537,515	2,248,938	13,426,711	36,048,330
Human Services	-	-	-	-	-
Judicial	-	-	-	-	-
Labor and Employment	(3,686,880)	-	-	(3,686,880)	-
Law	-	-	-	-	-
Legislative	-	-	-	-	-
Local Affairs	-	-	-	-	-
Military Affairs	-	-	-	-	-
Natural Resources	-	-	-	-	-
Personnel and Administration	(478,992)	-	-	-	478,992
Public Health and Environment	1,009,150	988,732	-	1,029,568	1,009,150
Public Safety	-	-	-	-	-
Regulatory Agencies	-	(2,282,560)	-	2,282,560	-
Revenue	-	(112,825,000)	111,004,000	1,821,000	-
State	-	-	-	-	-
Transportation	6,000,000	-	-	6,000,000	-
Treasury	-	-	-	(27,961,410)	(27,961,410)
<b>Net Increase (Decrease)</b>	<b>\$ 6,064,622</b>	<b>\$ (90,581,313)</b>	<b>\$ 113,252,938</b>	<b>\$ (7,031,941)</b>	<b>\$ 9,575,062</b>



**Gross Posted Audit Adjustments by Agency  
For Fiscal Year Ended June 30, 2003**

<b>Agency Name</b>	<b>Assets</b>		<b>Liabilities</b>		<b>Fund Balance</b>		<b>Revenue</b>	<b>Expenditures</b>		
<b>Agriculture</b>	\$	965,712	\$	-	\$	-	\$	56,510	\$	-
<b>Corrections</b>		-		-		-		-		-
<b>Education</b>		-		-		-		-		-
<b>Governor</b>		-		-		-		-		-
<b>Health Care Policy and Financing</b>		-		-		-		-		-
<b>Higher Education</b>		419,312,789		1,660,292,969		133,076,916		27,825,482		50,039,384
<b>Human Services</b>		20,837		-		-		316,036		-
<b>Judicial</b>		-		-		-		-		-
<b>Labor and Employment</b>		3,686,880		-		-		3,686,880		-
<b>Law</b>		-		-		-		-		-
<b>Legislative</b>		-		-		-		-		-
<b>Local Affairs</b>		-		-		-		-		-
<b>Military Affairs</b>		-		-		-		-		-
<b>Natural Resources</b>		-		-		-		-		-
<b>Personnel and Administration</b>		34,434,990		25,600,000		-		-		478,992
<b>Public Health and Environment</b>		1,009,150		1,029,568		-		1,029,568		1,009,150
<b>Public Safety</b>		-		-		-		-		-
<b>Regulatory Agencies</b>		-		3,025,620		-		3,025,620		-
<b>Revenue</b>		5,085,760		114,647,000		111,004,000		3,643,000		-
<b>State</b>		-		-		-		-		-
<b>Transportation</b>		6,000,000		-		-		6,000,000		-
<b>Treasury</b>		4,312,776		-		-		43,642,936		32,274,186
	\$	474,828,894	\$	1,804,595,157	\$	244,080,916	\$	89,226,032	\$	83,801,712

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