
**Schedule of Expenditures of Federal
Awards**

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State of Georgia

Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
African Development Foundation				
Other Federal Assistance	01.XXX			
Through:				
Museum of Aviation Foundation		58-1451656	\$ 41,840 (R)	
United Negro College Fund			<u>43,393 (R)</u>	
Total Other Federal Assistance			\$ <u>85,233</u>	
AGENCY TOTAL			\$ <u>85,233</u>	
Office of National Drug Control Policy				
Other Federal Assistance	07.XXX			
Direct			\$ <u>25,000</u>	
AGENCY TOTAL			\$ <u>25,000</u>	
Peace Corps				
Other Federal Assistance	08.XXX			
Direct			\$ <u>10,000 (R)</u>	
AGENCY TOTAL			\$ <u>10,000</u>	
Agriculture, U.S. Department of				
Agricultural Research - Basic and Applied Research	10.001			
Direct			\$ <u>2,009,252 (R)</u>	
Plant and Animal Disease, Pest Control, and Animal Care	10.025			
Direct			\$ 1,613,144 (R)	
Through:			<u>15,412 (R)</u>	
Clemson University				
Total Plant and Animal Disease, Pest Control, and Animal Care			\$ <u>1,628,556</u>	
Wildlife Services	10.028			
Direct			\$ <u>801,700 (R)</u>	
Bill Emerson Humanitarian Trust	10.079			
Direct			\$ <u>9,338 (R)</u>	
Market News	10.153			
Direct			\$ <u>30,779</u>	
Federal-State Marketing Improvement Program	10.156			
Direct			\$ <u>43,085 (R)</u>	
Market Protection and Promotion	10.163			
Direct			\$ <u>12,151</u>	
Grants for Agricultural Research, Special Research Grants	10.200			
Direct			\$ 4,028,502 (R)	
Through:				
Auburn University		63-6000724	12,384 (R)	
Clemson University			9 (R)	
Cornell University			139,263 (R)	
Florida State University			552,738 (R)	
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	279,825 (R)	
Georgia State University Research Foundation			1,078,737 (R)	
Mississippi State University			10,828 (R)	
University of North Florida		IR-4	<u>1,685 (R)</u>	
Total Grants for Agricultural Research, Special Research Grants			\$ <u>6,103,971</u>	

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Agriculture, U.S. Department of				
Cooperative Forestry Research Direct	10.202		\$ <u>791,748 (R)</u>	
Payments to Agricultural Experiment Stations Under the Hatch Act Direct	10.203		\$ <u>4,559,998 (R)</u>	
Grants for Agricultural Research Grants - Competitive Research Grants Direct	10.206		\$ 1,968,020 (R)	
Through:				
Georgia State University Research Foundation			46,177 (R)	
Iowa State University			57,209 (R)	
Joseph W. Jones Ecological Research Center			1,267 (R)	
Ohio State University			88,710 (R)	
University of California			19,688 (R)	
University of Maryland			<u>97,681 (R)</u>	
Total Grants for Agricultural Research Grants - Competitive Research Grants			\$ <u>2,278,752</u>	
Animal Health and Disease Research Direct	10.207		\$ <u>116,008 (R)</u>	
1890 Institution Capacity Building Grants Direct	10.216		\$ <u>2,292,824 (R)</u>	
Higher Education Challenge Grants Direct	10.217		\$ 33,717 (R)	
Through:				
Oklahoma State University			<u>15,344 (R)</u>	
Total Higher Education Challenge Grants			\$ <u>49,061</u>	
Biotechnology Risk Assessment Research Through:	10.219			
University of Tennessee			\$ <u>631 (R)</u>	
Agricultural and Rural Economic Research Direct	10.250		\$ <u>28,061</u>	
Initiative for Future Agriculture and Food Systems Direct	10.302		\$ 174,514 (R)	
Through:				
Baylor College of Medicine			296,657 (R)	
Montana State University			3,095 (R)	
Regents of University of California			16,543 (R)	
Texas Tech University			1,195 (R)	
University of Delaware			1,111 (R)	
University of Florida			-542 (R)	
University of Wisconsin		593A261	<u>27,818 (R)</u>	
Total Initiative for Future Agriculture and Food Systems			\$ <u>520,391</u>	
Integrated Programs Direct	10.303		\$ 1,960,363 (R)	
Through:				
Clemson University		CU3000012290	32,450 (R)	
Iowa State University			5,024 (R)	
North Carolina State University		2000-1728-03	115,817 (R)	
Texas A&M University		45014018	16,591 (R)	
Texas Cooperative Extension			74,618 (R)	
Oklahoma State University		73-6017987	25,803 (R)	
Pennsylvania State University			13,549 (R)	
University of California			1,591 (R)	
University of Minnesota			<u>78,693 (R)</u>	
Total Integrated Programs			\$ <u>2,324,499</u>	

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Agriculture, U.S. Department of				
Homeland Security - Agricultural	10.304			
Direct			\$ 694,574 (R)	
Through:				
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	86,451 (R)	
University of Florida		SC0206215014	<u>70,445 (R)</u>	
Total Homeland Security - Agricultural			\$ <u>851,470</u>	
International Science and Education Grants	10.305			
Direct			\$ <u>20,825 (R)</u>	
Rural Self-Help Housing Technical Assistance	10.443			
Direct			\$ <u>135,304</u>	
Rural Community Development Initiative	10.446			
Direct			\$ <u>45,005 (R)</u>	
Crop Insurance	10.450			
Direct			\$ 127,540 (R)	
Through:				
Texas Tech University			<u>9,860 (R)</u>	
Total Crop Insurance			\$ <u>137,400</u>	
Commodity Partnerships for Risk Management Education	10.457			
Through:				
Clemson University			\$ <u>4,084 (R)</u>	
Cooperative Agreements with States for Intrastate Meat and Poultry Inspection	10.475			
Direct			\$ <u>6,289,324 (R)</u>	
Meat, Poultry, and Egg Products Inspection	10.477			
Direct			\$ <u>57,879 (R)</u>	
Cooperative Extension Service	10.500			
Direct			\$ 12,575,909 (R)	
Through:				
Arkansas State University			826	
Clemson University			2,917 (R)	
Kansas State University		S0103203	45,836 (R)	
National 4-H Council			22,858 (R)	
Texas A&M University		TCE 622028	21,498 (R)	
Texas Cooperative Extension			35,537 (R)	
University of Kentucky Research Foundation			<u>2,456 (R)</u>	
Total Cooperative Extension Service			\$ <u>12,707,837</u>	
Food Donation	10.550			\$ <u>28,456,709 (4)</u>
Direct				
Food Stamps (FSC)	10.551			\$ <u>1,092,971,532 (4)</u>
Direct				
School Breakfast Program (CNC)	10.553			
Direct			\$ <u>98,723,169</u>	
National School Lunch Program (CNC)	10.555			
Direct			\$ <u>391,651,469</u>	
Special Milk Program for Children (CNC)	10.556			
Direct			\$ <u>20,055</u>	
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557			
Direct			\$ 161,753,319	
Through:				
Ross Products, Inc.			<u>73,231,160</u>	(2)
Total Special Supplemental Nutrition Program for Women, Infants, and Children	10.557		\$ <u>234,984,479</u>	

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	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Agriculture, U.S. Department of				
Child and Adult Care Food Program Direct	10.558		\$ <u>3,662,082</u>	
Summer Food Service Program for Children (CNC) Direct	10.559		\$ <u>62,238</u>	
State Administrative Expenses for Child Nutrition Direct	10.560		\$ <u>5,451,250</u>	
State Administrative Matching Grants for Food Stamp Program (FSC) Direct	10.561		\$ <u>61,205,888</u>	
Emergency Food Assistance Program (Administrative Costs) (EFAC) Direct	10.568		\$ <u>1,365,188</u>	
WIC Farmers' Market Nutrition Program (FMNP) Direct	10.572		\$ <u>1,135,929</u>	
Foreign Market Development Cooperator Program Direct	10.600		\$ <u>13,404 (R)</u>	
Forestry Research Direct	10.652		\$ <u>1,471,850 (R)</u>	
Through: University of Kentucky			<u>43,917 (R)</u>	
Total Forestry Research			\$ <u>1,515,767</u>	
Cooperative Forestry Assistance Direct	10.664		\$ <u>7,002,258 (R)</u>	
National Forest - Dependent Rural Communities Direct	10.670		\$ <u>11,145</u>	
Urban and Community Forestry Program Through: Georgia Southern University Research and Service Foundation, Inc.	10.675	063828383 DUNS	\$ <u>23,576</u>	
Forest Land Enhancement Program Direct	10.677		\$ <u>386,269</u>	
Forest Health Protection Direct	10.680		\$ <u>18,904 (R)</u>	
Technical Assistance and Training Grants Direct	10.761		\$ <u>106,155</u>	
Solid Waste Management Grants Direct	10.762		\$ <u>26,330 (R)</u>	
Rural Business Enterprise Grants Direct	10.769		\$ <u>110,000</u>	
Distance Learning and Telemedicine Loans and Grants Direct	10.855		\$ <u>344,560</u>	
Resource Conservation and Development Direct	10.901		\$ <u>19,800 (R)</u>	
Soil and Water Conservation Direct	10.902		\$ <u>2,294,198</u>	
Through: CESU - Gulf		687482239	<u>11,000 (R)</u>	
Total Soil and Water Conservation			\$ <u>2,305,198</u>	
Environmental Quality Incentives Program Direct	10.912		\$ <u>1,977 (R)</u>	
Through: Golden Triangle RCD Council			<u>4,203 (R)</u>	
Tennessee Valley Authority			<u>5,343 (R)</u>	
Total Environmental Quality Incentives Program			\$ <u>11,523</u>	

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	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
Agriculture, U.S. Department of				
Agricultural Statistics Reports Direct	10.950		\$ <u>45,640</u>	
Technical Agricultural Assistance Direct	10.960		\$ <u>1,325 (R)</u>	
Scientific Cooperation and Research Direct	10.961		\$ <u>58,215 (R)</u>	
Other Federal Assistance Direct	10.XXX		\$ 1,779,757 (R)	
Through:				
Alabama A&M University			581 (R)	
CESU - Piedmont			2,279 (R)	
Georgia State University Research Foundation		224030015	49,108 (R)	
Michigan State University			167,042 (R)	
Mississippi State University		330542080300	50,485 (R)	
National Fish and Wildlife Foundation			28,891 (R)	
Nuclear Threat Initiative			49,074 (R)	
Southern Forest Research Partnership			20,135 (R)	
University of Florida		L71219	8,451 (R)	
U.S. Highbush Blueberry Council			14,966 (R)	
Washington State University			<u>3,514 (R)</u>	
Total Other Federal Assistance			\$ <u>2,174,283</u>	
AGENCY TOTAL			\$ <u>856,286,032</u>	\$ <u>1,121,428,241</u>
Commerce, U.S. Department of				
ITA Special Projects Through: National Textile Center	11.113		\$ <u>1,065,954 (R)</u>	
Grants for Public Works and Economic Development Facilities (PWEDC) Direct Through: Edison Material Tech. Hydrologic Research Center University of New Hampshire	11.300		\$ 345,538 (R)	
			28,285 (R)	
			3,468 (R)	
			<u>23,406 (R)</u>	
Total Grants for Public Works and Economic Development Facilities			\$ <u>400,697</u>	
Economic Development-Support for Planning Organizations Through: South Georgia Regional Development Center	11.302		\$ <u>633 (R)</u>	
Economic Development - Technical Assistance Direct	11.303		\$ <u>91,992</u>	
Trade Adjustment Assistance Direct	11.313		\$ <u>916,336</u>	
Geodetic Surveys and Services (Geodesy and Applications of the National Geodetic Reference System) Direct Through: Georgia Southern University Research and Service Foundation, Inc. South Carolina Sea Grant Consortium Grant Consortium University of Mississippi	11.400		\$ 45,205 (R)	
		063828383 DUNS	18,575	
			55,290 (R)	
			<u>5,571 (R)</u>	
Total Geodetic Surveys and Services			\$ <u>124,641</u>	
Interjurisdictional Fisheries Act of 1986 Direct	11.407		\$ <u>518,215</u>	
Sea Grant Support Direct Through: Maryland Eastern Shore	11.417		\$ 1,727,556 (R)	
		NA17AE626	264,437 (R)	

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	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
Commerce, U.S. Department of				
Sea Grant Support (Continued)	11.417			
Through:				
North Carolina State University			\$ 21,110 (R)	
South Carolina Sea Grant Consortium		V157	59,022 (R)	
University of Delaware			15,770 (R)	
University of Puerto Rico			131 (R)	
University of South Carolina			<u>12,373 (R)</u>	
			\$ 2,100,399	
Total Sea Grant Support				
Coastal Zone Management Administration Awards	11.419		\$ 1,889,725	
Direct				
Through:				
Coastal Soil and Water Conservation District			49,133	
University of New Hampshire		4797	<u>1,837 (R)</u>	
			\$ 1,940,695	
Total Coastal Zone Management Administration Awards				
Coastal Zone Management Estuarine Research Reserves	11.420		\$ 459,279 (R)	
Direct				
Financial Assistance for National Centers for Coastal Ocean Science	11.426			
Through:				
NOVA Southeastern University			<u>22,523 (R)</u>	
Undersea Research	11.430		\$ 15,021 (R)	
Direct				
Through:				
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	22,296 (R)	
University of Mississippi		609019	77,129 (R)	
University of North Carolina			<u>110 (R)</u>	
			\$ 114,556	
Total Undersea Research				
Climate and Atmospheric Research	11.431		\$ 345,426 (R)	
Direct				
Through:				
Hydrologic Research Center			47,227 (R)	
Tufts University			10,882 (R)	
University Corp. for Atmosphere Research			63,113 (R)	
University of California			<u>19,713 (R)</u>	
			\$ 486,361	
Total Climate and Atmospheric Research				
Office of Oceanic and Atmospheric Research (OAR)	11.432			
Joint and Cooperative Institute				
Through:				
University of Miami		667600	<u>15,562 (R)</u>	
Cooperative Fishery Statistics	11.434		\$ 129,429	
Direct				
Pacific Fisheries Data Program	11.437			
Through:				
Georgia State University Research Foundation			<u>49,034 (R)</u>	
Environmental Sciences, Applications, Data, and Education	11.440		\$ 434 (R)	
Direct				
Unallied Industry Projects	11.452		\$ 259,179 (R)	
Direct				
Special Oceanic and Atmospheric Projects	11.460		\$ 273,301 (R)	
Direct				
Habitat Conservation	11.463		\$ 642,123 (R)	
Direct				
Unallied Science Program	11.472		\$ 138,911	
Direct				

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Commerce, U.S. Department of				
Atlantic Coastal Fisheries Cooperative Management Act Direct	11.474		\$ <u>395,285</u>	
Center for Sponsored Coastal Ocean Research - Coastal Ocean Program Through: Florida Fish and Wildlife Conservation Commission	11.478		\$ <u>378 (R)</u>	
Measurement and Engineering Research and Standards Direct	11.609		\$ <u>107,571 (R)</u>	
Manufacturing Extension Partnership Direct	11.611		\$ <u>2,418,774</u>	
Minority Business Development Centers Direct	11.800		\$ <u>225,877 (R)</u>	
Other Federal Assistance Direct Through:	11.XXX		\$ <u>809,491 (R)</u>	
Clark Atlanta University			5,355 (R)	
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	38,901 (R)	
Georgia State University Research Foundation			45,199 (R)	
South Carolina Sea Grant Consortium			65,525 (R)	
University of Maryland			303,310 (R)	
University of New Hampshire			<u>40,699 (R)</u>	
Total Other Federal Assistance			\$ <u>1,308,480</u>	
			\$ <u>14,206,619</u>	
AGENCY TOTAL				
Defense, U.S. Department of				
Aquatic Plant Control Direct Through:	12.100		\$ <u>19,023,149 (R)</u>	
Bae Systems			186,967 (R)	
Boeing Aerospace Company			58,300 (R)	
CACI Technologies, Inc.			97,809 (R)	
Concurrent Tech			19,280 (R)	
Honeywell, Inc.			204,520 (R)	
Kazak Composites Inc			1,101 (R)	
Lockheed Martin			19 (R)	
Nextgen Aeronautics			51,363 (R)	
Raytheon Electronics Systems			11,903 (R)	
SAIC			365,303 (R)	
Scientific Systems Company			22,208 (R)	
Seismic Isolation Engineering			32,818 (R)	
Syracuse Research Corp			4,876 (R)	
Telecordia Technology			463,742 (R)	
Tresco Inc			193 (R)	
University of Illinois			<u>124,273 (R)</u>	
Total Aquatic Plant Control			\$ <u>20,667,824</u>	
State Memorandum of Agreement Program for the Reimbursement of Technical Services Direct	12.113		\$ <u>481,038</u>	
Collaborative Research and Development Direct Through:	12.114		\$ <u>1,978 (R)</u>	
Combustion Science and Engineering			40,000 (R)	
Radiance Technologies			58,126 (R)	
University of Alabama - Huntsville			<u>16,512 (R)</u>	
Total Collaborative Research and Development			\$ <u>116,616</u>	
Basic and Applied Scientific Research Direct	12.300		\$ <u>37,978,376 (R)</u>	

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Defense, U.S. Department of				
Basic and Applied Scientific Research (Continued)	12.300			
Through:			\$	
Alion Science and Technology			355,654 (R)	
Amewas, Inc.			92,381 (R)	
Aerotomy Inc.			50,000 (R)	
Arinc Corporation			6,430 (R)	
ASI			21,000 (R)	
ATK Missile Systems			81,200 (R)	
ATK Mission Research			91,121 (R)	
Bac Systems			10,413 (R)	
Boeing			78,745 (R)	
Booz, Allen, And Hamilton Inc			279,248 (R)	
Brown University			226,259 (R)	
CFD Research Corporation			130,037 (R)	
California Institute of Technology			258,753 (R)	
Cyc Enterprises LLC			46,161 (R)	
Dynetics			101,099 (R)	
Eagle Systems, Inc.			21,463 (R)	
EDSI			41,508 (R)	
EMS Technologies			3,653 (R)	
ERC Inc			45,000 (R)	
Fiore Industries			326 (R)	
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	25,484 (R)	
Georgia State University Research Foundation			1,485 (R)	
Geosyntec Consultants			58,305 (R)	
Global Technology Connections			117,339 (R)	
IBM Corporation			670,585 (R)	
Intarsia			-6,936 (R)	
Intelligent Automation Incorporated			1,318 (R)	
Irvine Sensors Corporation			94,169 (R)	
Johns Hopkins University			1,388 (R)	
Kyma			7,381 (R)	
L3 Communications			226,131 (R)	
Mission Res			282,410 (R)	
Modern Tech Solutions			-1,618 (R)	
Morgan Research Corporation			15,000 (R)	
National Tech Association			18,277 (R)	
North Carolina A&T University			3,197 (R)	
North Carolina State University			52,268	
Northrup Grumman			450,349 (R)	
Pennsylvania State University			102,960 (R)	
Piasecki Aircraft Corporation			67,500 (R)	
PPG Industries Inc.			140,061 (R)	
Pratt & Whitney Aircraft			469,039 (R)	
Ques Tek Innovations LLC			101,283 (R)	
Radio-Hydro-Physics			35,992 (R)	
Raytheon Electronic Systems			1,029,360 (R)	
Rice University			211,687 (R)	
Rolls-Royce Allison			27,252 (R)	
SAIC			290,175 (R)	
Sea Corporation			3,999 (R)	
Southern Coal ADV Transportation			36,739 (R)	
Sparta, Inc			5,748 (R)	
Spectra			206,185 (R)	
SRI International			178,819 (R)	
Sys Res & App			54,081 (R)	
Tetra Tech. Nus Inc.			9,114 (R)	
University of Minnesota			138,049 (R)	
University of North Carolina			84,369 (R)	
University of Pennsylvania			33,927 (R)	
University of Texas			161,107 (R)	
Veridian			26,571 (R)	
VT Silicon			17,238 (R)	
Westland Tech			12,481 (R)	
Williams Pyro Incorporated			-7,782 (R)	
Total Basic and Applied Scientific Research			\$ 45,371,313	
National Guard Military Operations and Maintenance (O&M) Projects Direct	12.401		\$ 20,440,277	
National Guard Civilian Youth Opportunities Direct	12.404		\$ 5,692,434	

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Defense, U.S. Department of				
Military Medical Research and Development	12.420			
Direct			\$ 42,806 (R)	
Through:				
Georgia State University Research Foundation			2,848 (R)	
Medical College of Georgia Research Institute			240,944 (R)	
Total Military Medical Research and Development			\$ 286,598	
Basic Scientific Research	12.431			
Direct			\$ 11,056,520 (R)	
Through:				
Argonne National Lab.			24,945 (R)	
Bellwether Research Inc.			255,660 (R)	
Boeing Aerospace			77,397 (R)	
Booz, Allen and Hamilton Inc.			47,988 (R)	
Datapath			19,483 (R)	
Dyneics Incorporated			23,967 (R)	
Duke University			243,073 (R)	
Georgia State University Research Foundation			7,557 (R)	
Goleta Engineering			29,197 (R)	
Impact Technologies			23,512 (R)	
Malibu Research			472,360 (R)	
Nomadics Inc.			13,361 (R)	
Powerix Technologies LLC			191,265 (R)	
SAIC			141,962 (R)	
Softpro Technologies			76,148 (R)	
Syracuse Research Corporation			45,351 (R)	
Telcordia Technologies			695 (R)	
University of South Carolina			520 (R)	
University of Delaware			391,743 (R)	
University of Illinois		01-208	450 (R)	
University of Texas			-10,105 (R)	
Total Basic Scientific Research			\$ 13,133,049	
International Education - U.S. Colleges and Universities	12.550			
Direct			\$ 35,000	
Basic, Applied, and Advanced Research in Science and Engineering	12.630			
Direct			\$ 3,117,486 (R)	
Through:				
Ohio State University			502,253 (R)	
Total Basic, Applied, and Advanced Research in Science and Engineering			\$ 3,619,739	
Air Force Defense Research Sciences Program	12.800			
Direct			\$ 39,755,021 (R)	
Through:				
Adroit Systems Inc.			91,253 (R)	
Adsantec			22,099 (R)	
Aerospace Testing Alliance			88,932 (R)	
Aeronomy			69,467 (R)	
Alaska Native Technologies			59,104 (R)	
American Pacific Corporation			20,818 (R)	
Applied Research Corporation			22,380 (R)	
ATK Mission Research			51,469 (R)	
Ball Aerospace Systems			133,716 (R)	
Boeing			1,444,431 (R)	
Cermet Inc			92,624 (R)	
Compositex			55,564 (R)	
Georgia State University Research Foundation			10,382 (R)	
General Dynamics C4 Systems Inc.			58,344 (R)	
Groen Brothers Aviation USA Inc.			822,122 (R)	
Harvard University			71,689 (R)	
Honeywell			59,300 (R)	
Imapact Technologies LLC.			35,736 (R)	
Jacobs Engineering Group			26,392 (R)	
Johnson Research & Development			79,552 (R)	
JT3 LLC			17,975 (R)	
Karta Technologies			1,818 (R)	
L3 Communications			711,799 (R)	
Lincoln Laboratory			455,194 (R)	
Lockheed Martin			485,504 (R)	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
Defense, U.S. Department of				
Air Force Defense Research Sciences Program (Continued)	12.800			
Through:			\$	
Manufact Tech				451,026 (R)
Millennium Dynamics Corporation				97,456 (R)
Modine Manufacturing Company				42,405 (R)
MTC Modern Tech				24,772 (R)
Nextgen Aeronautics				57,650 (R)
Ngimat				86,268 (R)
Northrup Grumman				2,306,384 (R)
Ohio State University				-4,073 (R)
Portage Environmental Inc.				15,071 (R)
Rensselaer Polytechnic Institute Poly				-1,666 (R)
SAIC				3,009,356 (R)
Sensimetrics Corporation				28,309 (R)
Set Corporation				13,935 (R)
Sparta Inc.				19,740 (R)
SSAI				4,445,872 (R)
Starfire Systems				76,120 (R)
Stellar Micro Devices				57,651 (R)
Syracuse Research Corporation				231,577 (R)
Systems Research & Applications Corporation				24,179 (R)
Technosoft Incorporated				16,550 (R)
Tybrin Corp				1,028,293 (R)
UCLA				158,019 (R)
Universal Energy				604,749 (R)
Universal Technology Corp				6,052 (R)
University of Arizona				47,878 (R)
University of California				2,525 (R)
University of Dayton Res Inst				399,993 (R)
University of Southern California				195 (R)
Vanderbilt University				102,063 (R)
Vipmobile				17,340 (R)
Virtual Aerosurface Technologies				83,824 (R)
Westland Technologies Inc.				318,530 (R)
Wright Brothers Institute				424,641 (R)
Xontech Inc				156,718 (R)
				<u>59,092,087</u>
Total Air Force Defense Research Sciences Program			\$	
Mathematical Sciences Grants Program	12.901		\$	69,135 (R)
Direct				16,033 (R)
Through:				<u>1,345</u>
Georgia State University Research Foundation				
University of Maryland				
Total Mathematical Sciences Grants Program			\$	<u>86,513</u>
Research and Technology Development	12.910		\$	1,350,994 (R)
Direct				33,211 (R)
Through:				174,937 (R)
BBN System and Technologies				56,074 (R)
E'Oir Incorporated				39,771 (R)
Harris Corporation				12,027 (R)
Lockheed Martin				64,043 (R)
Magnesensor Inc.				95,501 (R)
Mississippi State University				324,348 (R)
Northrop Grumman				-997 (R)
University of Michigan				
University of Pennsylvania				
Total Research and Technology Development			\$	<u>2,149,909</u>
Other Federal Assistance	12.XXX		\$	2,214,418 (R)
Direct				18,300 (R)
Through:				29,903 (R)
AT&T Corporation				12,778 (R)
Academy of Applied Science				856,471 (R)
Auburn University				167 (R)
Georgia State University Research Foundation				3,018 (R)
Medical College of Georgia Research Institute				841 (R)
Mitre Corporation		6046		<u>572,527 (R)</u>
Nuclear Threat Initiative				
University of North Carolina				

State of Georgia

Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Defense, U.S. Department of				
Total Other Federal Assistance	12.XXX		\$ <u>3,708,423</u>	
<i>AGENCY TOTAL</i>			\$ <u>174,880,820</u>	
Housing and Urban Development, U.S. Department of				
Housing Counseling Assistance Program Direct	14.169		\$ <u>228,684</u>	
Manufactured Home Construction and Safety Standards Direct	14.171		\$ <u>5,000</u>	
Through: National Conference of States on Building Codes Various Mobile Home Manufacturers			<u>350,000</u> <u>400,000</u>	
Total Manufactured Home Construction and Safety Standards			\$ <u>755,000</u>	(1)
Community Development Block Grants/Small Cities Program (ESCC) Through: City of Warner Robins	14.219		\$ <u>20,000</u>	
Community Development Block Grants/State's Program Direct	14.228		\$ <u>47,849,740</u>	
Emergency Shelter Grants Program Direct	14.231		\$ <u>2,078,209</u>	
Supportive Housing Program Direct	14.235		\$ <u>282,522</u>	
Through: LAMP		GA 01B301011	<u>52,388</u>	
Total Supportive Housing Program			\$ <u>334,910</u>	
Shelter Plus Care Direct	14.238		\$ <u>3,390,160</u>	
HOME Investment Partnerships Program Direct	14.239		\$ <u>18,929,240</u>	
Housing Opportunities for Persons with AIDS Direct	14.241		\$ <u>1,455,871</u>	
Empowerment Zones Program Direct	14.244		\$ <u>21,436</u>	
Community Development Block Grants/Brownfields Economic Development Initiative Direct	14.246		\$ <u>32,200</u>	
Fair Housing Assistance Program - State and Local Direct	14.401		\$ <u>450,515</u>	
Early Doctoral Student Research Grants Direct	14.517		\$ <u>5,229</u>	(R)
Demolition and Revitalization of Severely Distressed Public Housing Through: Housing Authority of Columbus, Gad (HAGC)	14.866	405	\$ <u>13,526</u>	
Section 8 Housing Choice Vouchers Direct	14.871		\$ <u>104,629,926</u>	
Lead Technical Studies Grants Direct	14.902		\$ <u>16,617</u>	
Healthy Homes Technical Studies Grants Direct	14.906		\$ <u>214,609</u>	(R)
Other Federal Assistance Direct	14.XXX		\$ <u>154,641</u>	(R)

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
Housing and Urban Development, U.S. Department of				
Other Federal Assistance (Continued)	14.XXX			
Through:				
Georgia State University Research Foundation			\$ 76,756 (R)	
ICF Incorporation			<u> -194 (R)</u>	
Total Other Federal Assistance			<u>\$ 231,203</u>	
AGENCY TOTAL			<u>\$ 180,657,075</u>	
Interior, U.S. Department of				
Water Desalination Research and Development Program	15.506			
Direct			<u>\$ 24,578 (R)</u>	
Sport Fish Restoration (FWC)	15.605			
Direct			\$ 5,379,608	
Through:				
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	<u> 20,208</u>	
Total Sport Fish Restoration (FWC)			<u>\$ 5,399,816</u>	
Fish and Wildlife Management Assistance	15.608			
Direct			<u>\$ 130,559 (R)</u>	
Wildlife Restoration (FWC)	15.611			
Direct			\$ 4,607,268	
Through:				
Kansas Department of Wildlife and Parks			<u> 19,112 (R)</u>	
Total Wildlife Restoration (FWC)			<u>\$ 4,626,380</u>	
Coastal Wetlands Planning, Protection and Restoration Act	15.614			
Direct			<u>\$ 1,000,000</u>	
Cooperative Endangered Species Conservation Fund	15.615			
Direct			\$ 4,352,213 (R)	
Through:				
Florida Fish and Wildlife Conservation Commission			<u> 18,798 (R)</u>	
Total Cooperative Endangered Species Conservation Fund			<u>\$ 4,371,011</u>	
North American Wetlands Conservation Fund	15.623			
Direct			<u>\$ 2,014,236 (R)</u>	
Wildlife Conservation and Restoration	15.625			
Direct			<u>\$ 125,824</u>	
Conservation Grants Private Stewardship for Imperiled Species	15.632			
Direct			\$ 53,452 (R)	
Through:				
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	<u> 1,921 (R)</u>	
Total Conservation Grants Private Stewardship For Imperiled Species			<u>\$ 55,373</u>	
Landowner Incentive	15.633			
Direct			<u>\$ 182,640</u>	
State Wildlife Grants	15.634			
Direct			\$ 2,335,972	
Through:				
South Carolina Department of Natural Resources			<u> 25,984 (R)</u>	
Total State Wildlife Grants			<u>\$ 2,361,956</u>	
Challenge Cost Share	15.642			
Direct			<u>\$ 15,182 (R)</u>	
Assistance to State Water Resources Research Institutes	15.805			
Direct			\$ 124,645 (R)	
Through:				
Georgia State University Research Foundation			<u> 13,248 (R)</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Interior, U.S. Department of				
Total Assistance to State Water Resources Research Institutes	15.805		\$ <u>137,893</u>	
U.S. Geological Survey - Research and Data Acquisition	15.808		\$ 976,381 (R)	
Direct				
Through:				
America View, Incorporated			95,343 (R)	
Auburn University			12,881 (R)	
CESU - Piedmont			<u>126,894 (R)</u>	
Total U.S. Geological Survey - Research and Data Acquisition			\$ <u>1,211,499</u>	
National Cooperative Geologic Mapping Program	15.810		\$ <u>114,475</u>	
Direct				
Gap Analysis Program	15.811		\$ 3,888 (R)	
Direct				
Through:				
University of Wyoming			<u>571 (R)</u>	
Total Gap Analysis Program	15.811		\$ <u>4,459</u>	
Cooperative Research Units Program	15.812		\$ <u>100,910 (R)</u>	
Direct				
Historic Preservation Fund Grants-In-Aid	15.904		\$ <u>690,535</u>	
Direct				
National Historic Landmark	15.912		\$ <u>9,604</u>	
Through:				
Georgia State University Research Foundation				
Technical Preservation Services	15.915		\$ <u>15,670 (R)</u>	
Through:				
CESU - Piedmont				
Outdoor Recreation - Acquisition, Development and Planning	15.916		\$ <u>887,114</u>	
Direct				
National Maritime Heritage Grants	15.925		\$ <u>20,598 (R)</u>	
Through:				
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS		
American Battlefield Protection	15.926		\$ <u>13,675</u>	
Direct				
Other Federal Assistance	15.XXX		\$ 466,965 (R) (1)	
Direct				
Through:				
CESU - Gulf			29,190 (R)	
CESU - Piedmont			27,232 (R)	
Northern Taiga Ventures			12 (R)	
SRI International			106,602 (R)	
Mississippi State University			<u>13,179 (R)</u>	
Total Other Federal Assistance			\$ <u>643,180</u>	
AGENCY TOTAL			\$ <u>24,157,167</u>	
Justice, U.S. Department of				
Offender Reentry Program	16.202		\$ <u>459,020</u>	
Direct				
Antiterrorism Emergency Reserve	16.321		\$ <u>400</u>	
Direct				
Juvenile Accountability Incentive Block Grants	16.523		\$ <u>2,634,231</u>	
Direct				
Juvenile Justice and Delinquency Prevention - Allocation to States	16.540		\$ <u>1,540,090</u>	
Direct				

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Justice, U.S. Department of				
Missing Children's Assistance Direct	16.543		\$ <u>149,507</u>	
Title V - Delinquency Prevention Program Direct	16.548		\$ <u>53,159</u>	
Part E - State Challenge Activities Direct	16.549		\$ <u>268,605</u>	
State Justice Statistics Program for Statistical Analysis Centers Direct	16.550		\$ <u>21,645</u>	
National Criminal History Improvement Program (NCHIP) Direct	16.554		\$ <u>1,166,333</u>	
National Institute of Justice Research, Evaluation, and Development Project Grants Direct	16.560		\$ 1,874,317 (R)	
Through:			1,044	
National Governor's Association			<u>626,305 (R)</u>	
Georgia State University Research Foundation				
Total National Institute of Justice Research, Evaluation, and Development Project Grants	16.560		\$ <u>2,501,666</u>	
Crime Victim Assistance Direct	16.575		\$ <u>5,573,582</u>	
Crime Victim Compensation Direct	16.576		\$ <u>4,966,493</u>	
Byrne Formula Grant Program Direct	16.579		\$ <u>11,486,858</u>	
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program Direct	16.580		\$ 928,658 (R)	
Through:			<u>29,230</u>	
City of Atlanta				
Total Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants			\$ <u>957,888</u>	
Crime Victim Assistance/Discretionary Grants Direct	16.582		\$ <u>50,371</u>	
Violent offender Incarceration and Truth in Sentencing Incentive Grants Direct	16.586		\$ <u>2,830,028</u>	
Violence Against Women Formula Grants Direct	16.588		\$ <u>3,491,517</u>	
Rural Domestic Violence and Child Victimization Enforcement Grant Program Direct	16.589		\$ <u>202,589</u>	
Local Law Enforcement Block Grants Program Direct	16.592		\$ <u>275,452</u>	
Residential Substance Abuse Treatment for State Prisoners Direct	16.593		\$ <u>5,203,947</u>	
Community Capacity Development office Through:	16.595			
Georgia State University Research Foundation		ATL-WS-04-11	\$ <u>41</u>	
Corrections - Training and Staff Development Through:	16.601			
Federal Correctional Institution			\$ <u>56,017</u>	
State Criminal Alien Assistance Program Direct	16.606		\$ <u>3,338,152</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Justice, U.S. Department of				
Bulletproof Vest Partnership Program Direct	16.607		\$ <u>4,455</u>	
Community Prosecution and Project Safe Neighborhoods Direct	16.609		\$ 887,181	
Through: Community Foundation		2003-gp-cx-05666	<u>6,701</u>	
Total Community Prosecution and Project Safe Neighborhoods			\$ <u>893,882</u>	
Public Safety Partnership and Community Policing Grants Direct	16.710		\$ 55,210	
Through: Georgia State University Research Foundation			<u>33,925 (R)</u>	
Total Public Safety Partnership and Community Policing Grants			\$ <u>89,135</u>	
Police Corps Direct	16.712		\$ <u>169,585</u>	
Enforcing Underage Drinking Laws Program Direct	16.727		\$ <u>478,956</u>	
Drug-Free Communities Support Program Grants Direct	16.729		\$ <u>656,688</u>	
Edward Byrne Memorial Justice Assistant Grant Program Direct	16.738		\$ <u>1,377,944</u>	
Other Federal Assistance Direct	16.XXX		\$ 2,274,181 (R)	
Through: Criminal Information Sharing Alliance			1,675,046 (R)	
Georgia State University Research Foundation			160,173 (R)	
Medical College of Georgia Research Institute			18,386	
National Consortium for Justice Information and Statistics			<u>171,601 (R)</u>	
Total Other Federal Assistance			\$ <u>4,299,387</u>	
AGENCY TOTAL			\$ <u>55,197,623</u>	
Labor, U.S. Department of				
Labor Force Statistics Direct	17.002		\$ <u>2,120,132</u>	
Compensation and Working Conditions Direct	17.005		\$ <u>105,609</u>	
Certification of Foreign Workers for Temporary Agricultural Employment Through: Richmond/Burke Job Training Authority	17.202	58 211 3801	\$ <u>262,385</u>	
Labor Certification for Alien Workers Direct	17.203		\$ <u>493,992</u>	
Employment Service (ESC) Direct	17.207		\$ 15,274,006	
Through: City of Macon			95,064	
Middle Georgia Consortium, Incorporated			<u>78,849</u>	
Total Employment Service (ESC)			\$ <u>15,447,919</u>	
Unemployment Insurance Direct	17.225		\$ <u>615,381,915</u>	(I)
Senior Community Service Employment Program Direct	17.235		\$ <u>2,038,741</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Labor, U.S. Department of				
Trade Adjustment Assistance - Workers Direct	17.245		\$ <u>23,038,085</u>	
Employment Services and Job Training Pilots - Demonstrations and Research Direct	17.249		\$ 1,221,062	
Through:			3,771 (R)	
Georgia State University Research Foundation			<u>122 (R)</u>	
Northeast Georgia Regional Development Center				
Total Employment Services and Job Training Pilots - Demonstrations and Research			\$ <u>1,224,955</u>	
Welfare-to-Work Grants to States and Localities Direct	17.253		\$ 14,189	
Through:			<u>185,523</u>	
Northeast Georgia Regional Development Center				
Total Welfare-to-Work Grants to States and Localities			\$ <u>199,712</u>	
One-Stop Career Center Initiative Through:	17.257		\$ <u>67,867</u>	
Job Training Unlimited, Incorporated				
WIA Adult Program (WIA) Direct	17.258		\$ 25,369,120	
Through:			549,633	
Atlanta Regional Commission			119,907	
City of Columbus Consolidated Government			464,578	
Coosa Valley Regional Development Center		01-03-45-CA2	89,080	
Coosa Valley Regional Development Authority			29,285	
East Central Georgia Workforce Investment			284,374	
Job Training Unlimited, Incorporated			209,221	
Middle Flint Regional Development Center			70,933	
Middle Georgia Consortium, Incorporated			210,790	
South Georgia Regional Development Center			<u>15,791</u>	
Southwest Georgia Regional Development Center				
Total WIA Adult Program (WIA)			\$ <u>27,412,712</u>	
WIA Youth Activities (WIA) Direct	17.259		\$ 20,874,643	
Through:			8,000	
Atlanta Regional Commission			115,515	
Coosa Valley Regional Development Center			474,121	
Job Training Unlimited, Inc.			<u>79,150</u>	
Workforce Investment Board				
Total WIA Youth Activities (WIA)			\$ <u>21,551,429</u>	
WIA Dislocated Workers (WIA) Direct	17.260		\$ 29,779,248	
Through:			74,715	
Atlanta Regional Commission			133,492	
Coosa Valley Regional Development Center		58-6015195	<u>268,951</u>	
Job Training Unlimited, Incorporated				
Total WIA Dislocated Workers (WIA)			\$ <u>30,256,406</u>	
Employment and Training Administration Pilots, Demonstrations, and Research Projects Direct	17.261		\$ 1,026,701	
Through:			<u>-217 (R)</u>	
Georgia State University Research Foundation				
Total Employment and Training Administration Pilots, Demonstrations, and Research Projects			\$ <u>1,026,484</u>	
Work Incentives Grant Direct	17.266		\$ <u>346,744</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Labor, U.S. Department of				
WIA Incentive Grants Section 503 Grants to States Through: East Central Georgia Workforce Investment	17.267		\$ 27,900	
Occupational Safety and Health - Susan Harwood Training Grants Direct	17.502		\$ 412,245 (R)	
Consultation Agreements Direct	17.504		\$ 1,224,514	
Mine Health and Safety Grants Direct	17.600		\$ 188,185	
Disability Employment Policy Development Direct	17.720		\$ 5,296	
Disabled Veterans' Outreach Program (DVOP) (ESC) Direct	17.801		\$ 2,524,720	
Local Veterans' Employment Representative Program (ESC) Direct	17.804		\$ 1,932,503	
Homeless Veterans Reintegration Project Direct	17.805		\$ 545	
Other Federal Assistance Through: Statewide ILC of Georgia, Inc.	17.XXX		\$ 305,501 (R)	
AGENCY TOTAL			\$ 747,596,496	
State, U.S. Department of				
Educational Exchange - Graduate Students Direct Through: American Councils for International Education	19.400		\$ 406,492 (R) 41,740 (R)	
Total Educational Exchange - Graduate Students			\$ 448,232	
Educational Exchange - University Lecturers (Professors) and Research Scholars Through: Council for International Exchange Scholars	19.401		\$ 181 (R)	
Professional Development - International Educators/Administrators Direct Through: Georgia State University Research Foundation	19.404		\$ 31,730 (R) 59,093	
Total Professional Development - International Educators/Administrators			\$ 90,823	
College and University Affiliations Program Direct	19.406		\$ 75,314 (R)	
Professional Exchanges - Annual Open Grant Direct	19.415		\$ 91,664 (R)	
Educational Exchange Fulbright American Studies Institutes Through: Council for International Exchange	19.418		\$ 3,817 (R)	
Educational Partnerships Program Direct	19.424		\$ 149,892 (R)	
Overseas Educational Advising Through: Georgia Southern University Research and Service Foundation, Inc.	19.432	063828383 DUNS	\$ 900	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
State, U.S. Department of				
Middle East Partnership Initiative (MEPI)	19.500			
Through:				
Association Liaison OFC University Coop. Development			\$ <u>78,083</u>	
Other Federal Assistance	19.XXX			
Direct			\$ 105,102	
Through:				
Ford Foundation			13	
Georgia State University Research Foundation			221,331	
Medical College of Georgia Research Institute			71	
Science Applications International Corp.			<u>603,825</u>	
Total Other Federal Assistance			\$ <u>930,342</u>	
AGENCY TOTAL			\$ <u>1,869,248</u>	
Transportation, U.S. Department of				
Airport Improvement Program	20.106			
Direct			\$ 8,262,411	
Through:				
Accura Engineering & Consulting			<u>57,861</u>	
Total Airport Improvement Program			\$ <u>8,320,272</u>	
Aviation Research Grants	20.108			
Through:				
Massachusetts Institute of Technology			\$ <u>599,821</u>	
Air Transportation Centers of Excellence	20.109			
Direct			\$ <u>249,924</u>	
Highway Research and Development Program	20.200			
Through:				
Professional Services Industries			\$ <u>174,557</u>	
Highway Planning and Construction (HPCC)	20.205			
Direct			\$ 1,075,927,744	
Through:				
Georgia State University Research Foundation			74,299	
Atlanta Regional Commission			<u>36,713</u>	
Total Highway Planning and Construction (HPCC)			\$ <u>1,076,038,756</u>	
National Motor Carrier Safety	20.217			
Through:				
Arinc Corporation			\$ <u>240,077</u>	
National Motor Carrier Safety	20.218			
Direct			\$ <u>7,203,062</u>	
High Speed Ground Transportation Next Generation	20.312			
High Speed Rail Program			\$ <u>155,000</u>	
Direct				
Federal Transit - Capital Investment Grants (FTC)	20.500			
Direct			\$ <u>13,475,411</u>	
Federal Transit - Metropolitan Planning Grants	20.505			
Direct			\$ <u>1,362,834</u>	
Federal Transit - Formula Grants (FTC)	20.507			
Direct			\$ <u>8,959,641</u>	
Formula Grants for Other Than Urbanized Areas	20.509			
Direct			\$ <u>7,320,362</u>	
Capital Assistance Program for Elderly Persons and Persons with Disabilities	20.513			
Direct			\$ <u>2,356,129</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Transportation, U.S. Department of				
Transit Planning and Research Direct	20.514		\$ <u>412,108 (R)</u>	
State and Community Highway Safety (HSC) Direct	20.600		\$ <u>7,727,381 (R)</u>	
Through: Georgia State University Research Foundation		2005-584-402PS	<u>22,273</u>	
Total State and Community Highway Safety (HSC)			\$ <u>7,749,654</u>	
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants (HSC) Direct	20.601		\$ <u>2,048,455</u>	
Occupant Protection (HSC) Direct	20.602		\$ <u>1,608,181</u>	
Federal Highway Safety Data Improvements Incentive Grants (HSC) Direct	20.603		\$ <u>126,645 (R)</u>	
Safety Incentive Grants for Use of Seatbelts (HSC) Direct	20.604		\$ <u>26,713</u>	
Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated Persons (HSC) Direct	20.605		\$ <u>1,953,256</u>	
Pipeline Safety Direct	20.700		\$ <u>802,077</u>	
University Transportation Centers Program Through: University of Michigan	20.701		\$ <u>99,420 (R)</u>	
Interagency Hazardous Materials Public Sector Training and Planning Grants Grant Direct	20.703		\$ <u>300,617</u>	
University Transportation Centers Through: Georgia Southern University Research and Service Foundation, Inc. Georgia State University Research Foundation	20.760	063828383 DUNS	\$ <u>3,029</u> <u>14,846 (R)</u>	
Total University Transportation Centers			\$ <u>17,875</u>	
Other Federal Assistance Direct	20.XXX		\$ <u>753,116 (R)</u>	
Through: Mississippi State University			<u>25,465 (R)</u>	
South Carolina State University			<u>34,159</u>	
University of Michigan			<u>588 (R)</u>	
Total Other Federal Assistance			\$ <u>813,328</u>	
AGENCY TOTAL			\$ <u>1,142,414,175</u>	
Treasury, U.S. Department of the				
Low-Income Taxpayer Clinics Direct	21.008		\$ <u>29,180</u>	
AGENCY TOTAL			\$ <u>29,180</u>	
Appalachian Regional Commission				
Appalachian Regional Development Direct	23.001		\$ <u>21,824</u>	

State of Georgia

Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
National Aeronautics and Space Administration				
Aerospace Education Services Program	43.001			
Direct			\$ 186,864 (R)	
Through:				
California Institute of Technology		1278043 JPL:GCSU	71,155 (R)	
Carnegie Institution of WA			24,057 (R)	
Columbia University			54,212 (R)	
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	18,878 (R)	
Georgia State University Research Foundation			69,982 (R)	
			<u>238,283 (R)</u>	
Total Aerospace Education Services Program			\$ <u>425,148</u>	
Technology Transfer	43.002			
Direct			\$ 15,804,755 (R)	
Through:				
Aerocomposites Inc.			28,966 (R)	
Ball Aerospace Systems			199,817 (R)	
California Space Grant Foundation			37,523 (R)	
CFD Research Corporation			12,600 (R)	
Global Technology Connections			19,299 (R)	
Honeywell			161,418 (R)	
IBM Corporation			18,696 (R)	
IIS Corporation			-8 (R)	
Impact Technologies			120,847 (R)	
James R. Gloude-mans			5,074 (R)	
Jet Propulsion Lab			75,807 (R)	
Massachusetts Institute of Technology			226,775 (R)	
Medical College of Georgia Research Institute			80 (R)	
National Institute of Aerospace			1,156,775 (R)	
Northrop Corporation			105,834 (R)	
Old Dominion University			21,933 (R)	
Pratt & Whitney Aircraft			300,000 (R)	
Sciberquest Inc.			24,512 (R)	
Tethers Unlimited			10,003 (R)	
The Charles Stark Draper Laboratory Inc			67,913 (R)	
United Space Alliance			38,117 (R)	
Universities Research Association			163,812 (R)	
University of Florida			322,759 (R)	
University of Tennessee			966 (R)	
Weston Solutions Inc			41,074 (R)	
			<u>18,965,347 (R)</u>	
Total Technology Transfer			\$ <u>18,965,347</u>	
Other Federal Assistance	43.XXX			
Direct			\$ 1,055,993 (R)	
Through:				
Georgia Project Inc.		1165	17,294 (R)	
Georgia State University Research			385,331 (R)	
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	28,386 (R)	
Medical College of Georgia Research Institute			219,335 (R)	
UNCF Special Programs / NASA		NNG05GM10A	40,877 (R)	
University of Alabama - Huntsville			19,164 (R)	
University of Southern Mississippi			73,161 (R)	
Wheeling Jesuit College			-5,493 (R)	
			<u>1,834,048 (R)</u>	
Total Other Federal Assistance			\$ <u>1,834,048</u>	
			\$ <u>21,224,543</u>	
AGENCY TOTAL				
National Foundation on the Arts and the Humanities				
Promotion of the Arts - Grants to Organizations and Individuals	45.024			
Direct			\$ 40,751 (R)	
Through:				
Georgia State University Research Foundation			<u>34,665 (R)</u>	
Total Promotion of the Arts - Grants to Organizations and Individuals			\$ <u>75,416</u>	
Promotion of the Arts - Partnership Agreements	45.025			
Direct			\$ 608,441 (R)	
Through:				
Southern Arts Federation			<u>2,000 (R)</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
National Foundation on the Arts and the Humanities				
Total Promotion of the Arts - Partnership Agreements			\$ <u>610,441</u>	
Promotion of the Arts - Leadership Initiatives Direct	45.026		\$ <u>3,118 (R)</u>	
Promotion of the Humanities - Federal/State Partnership Through:	45.129			
Georgia Humanities Council		51-0180861	\$ 19,617 (R)	
Georgia State University Research Foundation		G11C-2004-016G	<u>768</u>	
Total Promotion of the Humanities - Federal/State Partnership			\$ <u>20,385</u>	
Promotion of the Humanities - Division of Preservation and Access Direct	45.149		\$ <u>4,806 (R)</u>	
Promotion of the Humanities -Professional Development Through:	45.163			
Georgia State University Research Foundation			\$ <u>41,291 (R)</u>	
Museum for America Grants Through:	45.301			
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	\$ <u>11,832</u>	
Museum Assessment Program Direct	45.302		\$ <u>1,300</u>	
Grants to States Direct	45.310		\$ <u>3,829,109</u>	
National Leadership Grants Through:	45.312			
Institute of Museum & Library Services			\$ <u>68,013 (R)</u>	
Other Federal Assistance Direct	45.XXX		\$ 28,682 (R)	
Through:				
Smithsonian Institution			<u>109,132 (R)</u>	
Total Other Federal Assistance			\$ <u>137,814</u>	
<i>AGENCY TOTAL</i>			\$ <u>4,803,525</u>	
National Science Foundation				
Engineering Grants Direct	47.041		\$ 17,188,880 (R)	
Through:				
Cornell University			1,467,134 (R)	
Duke University			177,223 (R)	
Emory University			66,631 (R)	
Florida Institute of Technology			-11 (R)	
Florida International University			82,570 (R)	
Florida State University			99,395 (R)	
Georgia State University Research Foundation		1171	29,395 (R)	
Massachusetts Institute of Technology			8,944 (R)	
New Jersey Institute of Technology			10,079 (R)	
North Carolina State University			24,281 (R)	
University Corp For Atmosphere Research			96,843 (R)	
University of Arkansas			42,310 (R)	
University of Illinois			66,337 (R)	
University of Minnesota			11,075 (R)	
University of Missouri			28,236 (R)	
University of Utah			6,829 (R)	
University of Wisconsin			<u>56,624 (R)</u>	
Total Engineering Grants			\$ <u>19,462,775</u>	
Mathematical and Physical Sciences Direct	47.049		\$ 9,469,691 (R)	
Through:				
Clemson University			-1,352 (R)	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
National Science Foundation				
Mathematical and Physical Sciences (Continued)	47.049			
Through:				
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	\$ 166,869 (R)	
Georgia State University Research Foundation			736,743 (R)	
Kent State University			145,868 (R)	
Ohio State University			71,491 (R)	
Stanford University			101,172 (R)	
University of Michigan			146,362 (R)	
University of Minnesota			82,421 (R)	
University of New Mexico			193,620 (R)	
University of North Carolina			196,454 (R)	
University of Washington			905,984 (R)	
			<u>12,215,323</u>	
Total Mathematical and Physical Sciences			\$ 12,215,323	
Geosciences	47.050			
Direct			\$ 7,180,682 (R)	
Through:				
California Institute of Technology			524 (R)	
Georgia State University Research Foundation			57,232 (R)	
Joint Oceanographic Institutions			112,225 (R)	
University of California			8,447 (R)	
University of California, San Diego			36,926 (R)	
University of Delaware			104,389 (R)	
			<u>7,500,425</u>	
Total Geosciences			\$ 7,500,425	
Computer and Information Science and Engineering	47.070			
Direct			\$ 10,248,818 (R)	
Through:				
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	28,250 (R)	
Georgia State University Research Foundation			361,033 (R)	
Harvard University			24,358 (R)	
Purdue University			10,519 (R)	
Rutgers University			62,420 (R)	
UCLA			26,349 (R)	
University of California			68,141 (R)	
University of Colorado			17,435 (R)	
			<u>10,847,323</u>	
Total Computer and Information Science and Engineering			\$ 10,847,323	
Biological Sciences	47.074			
Direct			\$ 12,692,255 (R)	
Through:				
Arizona State University			90,797 (R)	
Brown University			160,368 (R)	
Catholic University of America			21,078 (R)	
Colorado State University			27,828 (R)	
Cornell University			384,869 (R)	
Emory University			74,472 (R)	
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	278,184 (R)	
Georgia State University Research Foundation			976,480 (R)	
Harvard University			119,242 (R)	
Hawaii Agriculture Research Center			200,865 (R)	
Health Research, Inc			19,815 (R)	
Iowa State University			174,376 (R)	
Louisiana State University			10,645 (R)	
Medical College of Georgia Research Institute			134,380 (R)	
Michigan State University			67,943 (R)	
Physical Sciences Inc			24,216 (R)	
University of Alabama			32,382 (R)	
University of Arizona			233,128 (R)	
University of Illinois			439,403 (R)	
University of Maryland			60,105 (R)	
University of Miami			198,965 (R)	
University of Missouri			110,514 (R)	
University of Puerto Rico			68,604 (R)	
University of Tennessee			4,213 (R)	
Virtually Better Inc			1,778 (R)	
			<u>16,606,905</u>	
Total Biological Sciences			\$ 16,606,905	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
National Science Foundation				
Social, Behavioral, and Economic Sciences	47.075		\$ 2,040,878 (R)	
Direct				
Through:				
American Association for the Advancement of Science		1140	54,333 (R)	
Arizona State University			152,189 (R)	
Auburn University			228 (R)	
Columbia University			86,699 (R)	
Georgia State University Research Foundation			4,339,255 (R)	
Medical College of Georgia Research Institute			1,553	
University of Arizona			<u>4,351 (R)</u>	
			\$ <u>6,679,486</u>	
Total Social, Behavioral, and Economic Sciences				
Education and Human Resources	47.076		\$ 28,519,281 (R) (1)	
Direct				
Through:				
Clark Atlanta University			18,783 (R)	
Clemson University			9,438 (R)	
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	1,697,505	
Georgia State University Research Foundation			2,975,334 (R)	
Indiana University			78,603 (R)	
MAA - PMET			599 (R)	
Medical College of Georgia Research Institute			31,745 (R)	
Utah State University			<u>169,417 (R)</u>	
			\$ <u>33,500,705</u>	
Total Education and Human Resources				
Polar Programs	47.078		\$ 1,285,727 (R)	
Direct				
Through:				
University of Colorado			<u>85,745 (R)</u>	
			\$ <u>1,371,472</u>	
Total Polar Programs				
International Science and Engineering (OISE)	47.079		\$ 78,257 (R)	
Direct				
Through:				
Georgia State University Research Foundation			<u>6,516 (R)</u>	
			\$ <u>84,773</u>	
Total International Science and Engineering (OISE)				
Other Federal Assistance	47.XXX		\$ 1,752,761 (R)	
Direct				
Through:				
Brigham Young University			38,075 (R)	
College Board			2,451 (R)	
Indiana University			239,076 (R)	
Florida Agricultural and Mechanical University			33,806	
Georgia State University Research Foundation			2,952 (R)	
Rhodes College			21,377 (R)	
South Carolina Sea Grant Consortium		V353/SEC2	13,075 (R)	
University of California - Davis			<u>141,450 (R)</u>	
			\$ <u>2,245,023</u>	
Total Other Federal Assistance				
			\$ <u>110,514,210</u>	
AGENCY TOTAL				
Securities and Exchange Commission				
Securities - Investigation of Complaints and SEC Information				
Through:				
Georgia State University Research Foundation	58.001		\$ <u>7,516 (R)</u>	
			\$ <u>7,516</u>	
AGENCY TOTAL				

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
Small Business Administration				
Small Business Development Center	59.037		\$ 2,718,002 (R)	
Direct				
Through:				
Georgia State University Research Foundation			<u>268,185</u>	
Total Small Business Development Center			\$ <u>2,986,187</u>	
Other Federal Assistance				
Direct	59.XXX		\$ <u>738 (R)</u>	
AGENCY TOTAL			\$ <u>2,986,925</u>	
Smithsonian Institution				
Other Federal Assistance				
Direct	60.XXX		\$ <u>13,976</u>	
AGENCY TOTAL			\$ <u>13,976</u>	
Tennessee Valley Authority				
Other Federal Assistance				
Direct	62.XXX		\$ <u>9,065 (R)</u>	
AGENCY TOTAL			\$ <u>9,065</u>	
Veterans Affairs, U.S. Department				
Veterans State Domiciliary Care	64.014		\$ <u>1,151,207</u>	
Direct				
Veterans State Nursing Home Care	64.015		\$ <u>10,924,792</u>	
Direct				
Post-Vietnam Era Veterans' Educational Assistance	64.120		\$ <u>558,974</u>	
Direct				
Procurement of Headstones and Markers and/or Presidential Memorial Certificates	64.202		\$ <u>31,923</u>	
Direct				
Other Federal Assistance				
Direct	64.XXX		\$ 72,986 (R)	
Through:				
Medical College of Georgia Research Institute			<u>120,709</u>	
Total Other Federal Assistance			\$ <u>193,695</u>	
AGENCY TOTAL			\$ <u>12,860,591</u>	
Environmental Protection Agency				
Air Pollution Control Program Support	66.001			
Through:				
Georgia State University Research Foundation			<u>14,997 (R)</u>	
State Indoor Radon Grants	66.032		\$ <u>161,789</u>	
Direct				
Surveys Studies, Investigations Demonstrations and Special Purpose Activities Relating to the Clean Air Act	66.034			
Direct			\$ <u>949,688</u>	
Water Pollution Control - State and Interstate Program Support	66.419			
Direct			\$ <u>-5,475 (R)</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Environmental Protection Agency				
State Underground Water Source Protection Direct	66.433		\$ <u>96,844</u>	
Surveys, Studies, Investigations, Demonstrations, and Training Grants and Cooperative Agreements - Section 104(b)(3) of the Clean Water Act Direct	66.436		\$ <u>25,899 (R)</u>	
Targeted Watershed Grants Through: South Georgia Regional Development Center	66.439	319 (h)	\$ <u>23,463 (R)</u>	
Water Quality Management Planning Direct Through: Florida Fish and Wildlife Conservation Commission	66.454		\$ <u>4,646,110</u> <u>-1,752 (R)</u>	
Total Water Quality Management Planning			\$ <u>4,644,358</u>	
Capitalization Grants for Clean Water State Revolving Funds Direct	66.458		\$ <u>19,308,852</u>	\$ <u>262,555,492 (3)</u>
Regional Wetland Program Development Grants Direct	66.461		\$ <u>667</u>	
Water Quality Cooperative Agreements Direct	66.463		\$ <u>279,046 (R)</u>	
Capitalization Grants for Drinking Water State Revolving Funds Direct	66.468		\$ <u>33,007,496</u>	\$ <u>30,320,507 (3)</u>
State Grants to Reimburse Operators of Small Water Systems for Training and Certification Costs Direct	66.471		\$ <u>84,696</u>	
Beach Monitoring and Notification Program Implementation Grants Direct	66.472		\$ <u>232,745</u>	
Water Protection Grants to the States Direct	66.474		\$ <u>38,500</u>	
Environmental Protection - Consolidated Research Direct Through: Georgia State University Research Foundation	66.500		\$ <u>364,320 (R)</u> <u>20,180 (R)</u>	
Total Environmental Protection - Consolidated Research			\$ <u>384,500</u>	
Science to Achieve Results (STAR) Program Direct Through: Emory University Indiana University Louisiana State University North Carolina State University University of Chicago	66.509	RD-83224401-0	\$ <u>1,553,485 (R)</u> <u>6,885 (R)</u> <u>36,899 (R)</u> <u>18,642 (R)</u> <u>55,509 (R)</u> <u>31,269 (R)</u>	
Total Science to Achieve Results (STAR) Program			\$ <u>1,702,689</u>	
Office of Research and Development Consolidated Research/Training Direct	66.511		\$ <u>118,079 (R)</u>	
Science to Achieve Results (Star) Fellowship Program Direct	66.514		\$ <u>51,943 (R)</u>	
Performance Partnership Grants Direct	66.605		\$ <u>8,742,081</u>	
Surveys, Studies, Investigations and Special Purpose Grants Through: University of Houston University of West Florida	66.606		\$ <u>7,704 (R)</u> <u>113,666 (R)</u>	
Total Surveys, Studies, Investigations and Special Purpose Grants			\$ <u>121,370</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Environmental Protection Agency				
Environmental Information Exchange Network Grant Program Direct	66.608		\$ <u>112,500</u>	
Consolidated Pesticide Enforcement Cooperative Agreements Direct	66.700		\$ <u>796,006</u>	
TSCA Title IV State Lead Grants Certification of Lead - Based Paint Professionals Direct	66.707		\$ <u>511,686</u>	
Pollution Prevention Grants Program Direct	66.708		\$ <u>120,740</u>	
Multi-Media Capacity Building Grants for States and Tribes Direct	66.709		\$ <u>14,166</u>	
Surveys, Studies, Investigations, Training Demonstrations and Educational Outreach Direct	66.716		\$ <u>88,355 (R)</u>	
Source Reduction Assistance Direct	66.717		\$ <u>760</u>	
Superfund State, Political Subdivision, and Indian Tribe Site - Specific Cooperative Agreements Direct	66.802		\$ <u>243,463</u>	
Leaking Underground Storage Tank Trust Fund Program Direct	66.805		\$ <u>1,526,711</u>	
Superfund State and Indian Tribe Core Program Cooperative Agreements Direct	66.809		\$ <u>154,642</u>	
Brownfields Training, Research, and Technical Assistance Grants and Cooperative Agreements Through: Louisiana State University	66.814		\$ <u>57,241 (R)</u>	
State and Tribal Response Program Grants Direct	66.817		\$ <u>939,607</u>	
Environmental Education and Training Program Direct	66.950		\$ <u>102,116 (R)</u>	
Environmental Education Grants Direct	66.951		\$ <u>55,780 (R)</u>	
Other Federal Assistance Direct Through: Louisiana State University MACTEC, Inc Resources for the Future University of New Orleans Various Other States	66.XXX		\$ <u>249,432 (R)</u> 232,533 (R) 6,947 (R) 19,336 (R) 44,379 (R) <u>44,285 (R)</u>	
Total Other Federal Assistance			\$ <u>596,912</u>	
AGENCY TOTAL			\$ <u>75,304,912</u>	\$ <u>292,875,999</u>
Nuclear Regulatory Commission				
Radiation Control Training Assistance and Advisory Counseling Direct	77.001		\$ <u>75,550 (R)</u>	
AGENCY TOTAL			\$ <u>75,550</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Commodity Futures Trading Commission				
Commodity Futures Reparations Claims Direct	78.004		\$ <u>14,220</u> (R)	
AGENCY TOTAL			\$ <u>14,220</u>	
Energy, U.S. Department of				
Inventions and Innovations Through: Siemens	81.036		\$ <u>157</u> (R)	
State Energy Program Direct	81.041		\$ <u>1,018,364</u>	
Weatherization Assistance for Low-Income Persons Direct	81.042		\$ <u>3,704,388</u>	
Office of Science Financial Assistance Program Direct Through:	81.049		\$ 5,456,402 (R)	
Argonne National Laboratory			116,597 (R)	
BWXTY-12 LLC			28,809 (R)	
Georgia State University Research Foundation			203,588 (R)	
New York University			5,039 (R)	
Lawrence Livermore National Lab.			164,647 (R)	
Medical College of Georgia Research Institute			160,153 (R)	
Princeton University			98,396 (R)	
Tulane University			35,622 (R)	
University of California			<u>142,985</u> (R)	
Total Office of Science Financial Assistance Program			\$ <u>6,412,238</u>	
University Coal Research Direct	81.057		\$ <u>71,982</u> (R)	
Office of Scientific and Technical Information Through: Georgia Southern University Research and Service Foundation, Inc.	81.064	063828383 DUNS	\$ <u>1,256</u> (R)	
Conservation Research and Development Direct Through:	81.086		\$ 1,229,758 (R)	
North Carolina State University			91,682 (R)	
University of Illinois			<u>-1,163</u> (R)	
Total Conservation Research and Development			\$ <u>1,320,277</u>	
Renewable Energy Research and Development Direct Through:	81.087		\$ 387,648 (R)	
Brigham Young University			20,000 (R)	
Consortium for Plant Biotech Research			226,313 (R)	
Sandia National Labs			17,697 (R)	
Southern Forest Research Partnership			50,235 (R)	
University of Tennessee			<u>37,658</u> (R)	
Total Renewable Energy Research and Development			\$ <u>739,551</u>	
Fossil Energy Research and Development Direct Through:	81.089		\$ 287,201 (R)	
Clemson University			<u>139,389</u> (R)	
Total Fossil Energy Research and Development			\$ <u>426,590</u>	
Office of Environmental Cleanup and Acceleration Direct Through:	81.104		\$ 179,845	
Clark Atlanta University			2,647 (R)	
University of South Florida		1209202LOA	<u>1,424</u> (R)	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
Energy, U.S. Department of				
Total Office of Environmental Cleanup and Acceleration	81.104		\$ 183,916	
Transport of Transuranic Wastes to the Waste Isolation Pilot Plant: States and Tribal Concerns, Proposed Solutions Through: Southern States Energy Board	81.106		\$ 225,490	
Epidemiology and Other Health Studies Financial Assistance Program Through: Medical University of South Carolina	81.108		\$ 77,153 (R)	
Defense Nuclear Nonproliferation Research Direct	81.113		\$ 202,097 (R)	
University Reactor Infrastructure and Education Support Direct	81.114		\$ 274,920 (R)	
Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance Direct	81.117		\$ 34,238	
State Energy Program Special Projects Direct	81.119		\$ 315,167	
Nuclear Energy Research, Development and Demonstration Direct	81.121		\$ 181,107 (R)	
Other Federal Assistance Direct Through:	81.XXX		\$ 11,679,646 (R)	
Areva NC Inc			263,006 (R)	
Argonne National Lab.			7,613 (R)	
Atofina Chemicals Inc.			133,643 (R)	
Battelle			82,849 (R)	
Bechtel-Bettis Inc.			1,667 (R)	
BP Solar			40,178 (R)	
Brookhaven National Labs			71,892 (R)	
Cermet Inc.			324,378 (R)	
Clark Atlanta University			6,715 (R)	
Clemson University			40,378 (R)	
Colorado State University			62,220 (R)	
Concurrent Technology			7,966 (R)	
E O Lawrence Berkeley Lab.			19,128 (R)	
Eaton Corporation			51,142 (R)	
Education Research and Development Association			4,543 (R)	
Erda			155,834 (R)	
General Electric Co			354 (R)	
General Electric Corporate research and Development			131,272 (R)	
Idaho National Renewable Energy Lab.			82,047 (R)	
Indiana University			315 (R)	
Lawrence Livermore National Lab.			117,049 (R)	
Los Alamos National Lab.			132,603 (R)	
National Renewable Energy Lab			544,616 (R)	
North Carolina AG/Technical State University			10,676 (R)	
North Carolina State University			104,356 (R)	
Oak Ridge National Laboratory			892,950 (R)	
Research and Development Solutions LLC			33,933 (R)	
RNET Technologies			33,300 (R)	
Rutgers University			42,297 (R)	
Sandia National Labs			225,088 (R)	
Southeastern University Research Association			692,629 (R)	
University of Alabama at Birmingham			23,249 (R)	
University of California			61,975 (R)	
University of Delaware			69,303 (R)	
University of Illinois			1,737 (R)	
University of North Carolina			81,315 (R)	
University of Utah			481 (R)	
University of Washington			62,277 (R)	
UT-Battelle LLC			73,127 (R)	
Weyerhaeuser Company			70,993 (R)	
Total Other Federal Assistance			\$ 16,440,740	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Energy, U.S. Department of				
<i>AGENCY TOTAL</i>			\$ <u>31,629,631</u>	
United States Information Agency				
Other Federal Assistance	82.XXX			
Through:				
Georgia State University Research Foundation			\$ <u>-3,029</u> (R)	
<i>AGENCY TOTAL</i>			\$ <u>-3,029</u>	
Education, U.S. Department of				
Adult Education - State Grant Program	84.002		\$ <u>15,574,349</u>	
Direct				
Federal Supplemental Educational Opportunity Grants (SFA)	84.007		\$ <u>8,677,891</u>	
Direct				
Title I Grants to Local Educational Agencies	84.010		\$ <u>406,654,491</u>	
Direct				
Migrant Education - State Grant Program	84.011		\$ <u>5,408,232</u>	
Direct				
Through:			<u>25,952</u>	
Southern Pine Migrant Educational Agency				
Total Migrant Education - State Grant Program			\$ <u>5,434,184</u>	
Title I Program for Neglected and Delinquent Children	84.013		\$ <u>1,468,421</u>	
Direct				
National Resource Centers and Fellowships Program for Language and Area or Language and International Studies	84.015			
Through:			\$ <u>180,848</u>	
Georgia State University Research Foundation				
Undergraduate International Studies and Foreign Language Programs	84.016		\$ <u>194,120</u> (R)	
Direct				
Through:		063828383 DUNS	<u>5,598</u>	
Georgia Southern University Research and Service Foundation, Inc.				
Total Undergraduate International Studies and Foreign Language Programs			\$ <u>199,718</u>	
International Research and Studies	84.017		\$ <u>75,278</u> (R)	
Direct				
Overseas - Group Projects Abroad	84.021		\$ <u>171,008</u> (R)	
Direct				
Special Education - Grants to States (SEC)	84.027		\$ <u>286,175,125</u>	
Direct				
Through:			<u>207</u>	
Georgia State University Research Foundation				
Total Special Education - Grants to States (SEC)			\$ <u>286,175,332</u>	
Higher Education - Institutional Aid	84.031		\$ <u>7,869,936</u>	
Direct				
Federal Family Education Loans (SFA)	84.032		\$ <u>43,815,801</u>	\$ <u>1,120,198,017</u> (3)
Direct				
Federal Work-Study Program (SFA)	84.033		\$ <u>9,716,170</u> (R)	
Direct				
Federal Perkins Loan Program - Federal Capital Contributions (SFA)	84.038		\$ <u>726,128</u>	(1) \$ <u>37,948,123</u> (3)
Direct				
TRIO - Student Support Services (TRIO)	84.042		\$ <u>2,069,149</u> (R)	
Direct				

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
Education, U.S. Department of				
TRIO - Talent Search (TRIO)	84.044		\$ 1,826,258 (R)	
Direct				
Through:			<u>233,547</u>	
Georgia State University Research Foundation				
Total TRIO - Talent Search (TRIO)			\$ <u>2,059,805</u>	
TRIO - Upward Bound (TRIO)	84.047		\$ 3,794,129 (R)	
Direct				
Through:			<u>805,618</u>	
Georgia State University Research Foundation				
Total TRIO - Upward Bound (TRIO)			\$ <u>4,599,747</u>	
Vocational Education - Basic Grants to States	84.048		\$ <u>37,981,418</u>	
Direct				
Federal Pell Grant Program (SFA)	84.063		\$ <u>230,988,220</u>	
Direct				
TRIO - Educational Opportunity Centers (TRIO)	84.066		\$ 1,048,363 (R)	
Direct				
Through:			<u>310,531</u>	
Georgia State University Research Foundation				
Total TRIO - Educational Opportunity Centers (TRIO)			\$ <u>1,358,894</u>	
Leveraging Educational Assistance Partnership	84.069		\$ <u>569,210</u>	(1)
Direct				
Fund for the Improvement of Postsecondary Education	84.116		\$ 1,232,556 (R)	
Direct				
Through:			5,329	
Association of American Colleges and Universities			12,352	
California State University Foundation		P116N030014	14,508	(1)
Concurrent Technologies		251556708	1339	
Georgia State University Research Foundation			4,193 (R)	
Helping Teens Succeed, Inc.		MOA	17,280 (R)	
University of Arkansas		SA021174	10,950 (R)	
University of Florida		UFIFAS020328	66 (R)	
University of Michigan			<u>66 (R)</u>	
Total Fund for the Improvement of Postsecondary Education			\$ <u>1,390,550</u>	
Educational Research and Development	84.117		\$ <u>6,017</u>	
Direct				
Minority Science and Engineering Improvement	84.120		\$ <u>327,347</u>	
Direct				
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126		\$ 70,119,800	
Direct				
Through:			<u>64,036</u>	
Georgia State University Research Foundation		DVR00511		
Total Rehabilitation Services - Vocational Rehabilitation Grants to States			\$ <u>70,183,836</u>	
Rehabilitation Services - Service Projects	84.128		\$ <u>102,268</u>	
Through:				
Georgia State University Research Foundation				
Rehabilitation Long-Term Training	84.129		\$ 17,039	
Direct				
Through:			<u>146,709</u>	
Georgia State University Research Foundation				
Total Rehabilitation Long-Term Training			\$ <u>163,748</u>	
National Institute on Disability and Rehabilitation Research	84.133		\$ 4,447,193 (R)	
Direct				
Through:			<u>5,249 (R)</u>	
Georgia State University Research Foundation				

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Education, U.S. Department of				
Total National Institute on Disability and Rehabilitation Research	84.133		\$ <u>4,452,442</u>	
Migrant Education - High School Equivalency Program Direct	84.141		\$ <u>374,992</u>	
Migrant Education - College Assistance Migrant Program Direct	84.149		\$ <u>340,323</u>	
Business and International Education Projects Direct Through: Georgia State University Research Foundation	84.153		\$ 34,655 <u>15,712</u>	
Total Business and International Education Projects			\$ <u>50,367</u>	
Independent Living - State Grants Direct	84.169		\$ <u>557,941</u>	
Special Education - Preschool Grants (SEC) Direct	84.173		\$ <u>9,831,518</u>	
Rehabilitation Services - Independent Living Services for Older Individuals Who Are Blind Direct	84.177		\$ <u>828,815</u>	
Special Education - Grants for Infants and Families with Disabilities Direct Through: Georgia Southern University Research and Service Foundation, Inc. Georgia State University Research Foundation	84.181		\$ 16,600,477 <u>385,033</u> <u>11,494</u>	
Total Special Education - Grants for Infants and Families with Disabilities		063828383 DUNS	\$ <u>16,997,004</u>	
Safe and Drug-Free Schools and Communities - National Programs Direct	84.184		\$ <u>-125,109</u>	
Byrd Honors Scholarships Direct	84.185		\$ <u>1,224,000</u>	
Safe and Drug-Free Schools and Communities - State Grants Direct	84.186		\$ <u>13,452,086</u>	
Supported Employment Services for Individuals with Severe Disabilities Direct	84.187		\$ <u>1,183,770</u>	
Bilingual Education - Professional Development Direct	84.195		\$ <u>193,364</u>	
Education for Homeless Children and Youth Direct	84.196		\$ <u>1,925,040</u>	
Graduate Assistance in Areas of National Need Direct Through: Georgia State University Research Foundation	84.200		\$ 364,197 (R) <u>232,716</u>	
Total Graduate Assistance in Areas of National Need			\$ <u>596,913</u>	
Even Start - State Educational Agencies Direct	84.213		\$ <u>5,591,179</u>	
Fund for the Improvement of Education Direct Through: Georgia State University Research Foundation National Council on Economic Education National Writing Project	84.215		\$ 6,948 <u>3,755 (R)</u> <u>7,536 (R)</u> <u>44,078 (R)</u>	
Total Fund for the Improvement of Education			\$ <u>62,317</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Education, U.S. Department of				
TRIO - McNair Post-Baccalaureate Achievement (TRIO)	84.217		\$ 202,168	
Direct				
Through:				
Georgia State University Research Foundation			<u>261,611</u>	
Total TRIO - McNair Post-Baccalaureate Achievement (TRIO)			\$ <u>463,779</u>	
Centers for International Business Education	84.220		\$ <u>339,771</u>	
Direct				
Assistive Technology	84.224		\$ <u>896,430 (R)</u>	
Direct				
Income Contingent Loan Program	84.226		\$ <u>-816</u>	\$ <u>48,904 (3)</u>
Direct				
Rehabilitation Services Demonstration and Training Programs	84.235		\$ <u>27,000 (R)</u>	
Direct				
Tech-Prep Education	84.243		\$ <u>3,235,835</u>	
Direct				
Literacy Programs for Prisoners	84.255		\$ <u>118,805</u>	
Direct				
Rehabilitation Training - Continuing Education	84.264			
Through:				
Georgia State University Research Foundation			<u>916,792</u>	
Rehabilitation Training - State Vocational Rehabilitation Unit In-Service Training	84.265		\$ <u>387,586</u>	
Direct				
Federal Direct Student Loans (SFA)	84.268		\$ <u>386,307,259</u>	
Direct				
Eisenhower Professional Development State Grants	84.281		\$ 179,191	
Direct				
Through:				
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	<u>5,155</u>	
Total Eisenhower Professional Development State Grants			\$ <u>184,346</u>	
Charter Schools	84.282		\$ <u>3,596,576</u>	
Direct				
Twenty-First Century Community Learning Centers	84.287		\$ <u>25,782,591</u>	
Direct				
Innovative Education Program Strategies	84.298		\$ <u>6,391,201</u>	
Direct				
Civic Education - Cooperative Education Exchange Program	84.304			
Through:				
Center for Civic Education			57,689 (R)	
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	<u>-10,491</u>	
Total Civic Education - Cooperative Education Exchange Program			\$ <u>47,198</u>	
Education Technology State Grants	84.318		\$ 16,776,887	
Direct				
Through:				
Georgia State University Research Foundation			<u>30,263</u>	
Total Education Technology State Grants			\$ <u>16,807,150</u>	
Education Technology State Grants	84.323		\$ 1,499,734	
Direct				
Through:				
Georgia State University Research Foundation			<u>369,135</u>	
Total Education Technology State Grants			\$ <u>1,868,869</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Education, U.S. Department of				
Research in Special Education	84.324			
Direct			\$ 299,669 (R)	
Through:				
Georgia State University Research Foundation			<u>211,479 (R)</u>	
Total Research in Special Education			\$ <u>511,148</u>	
Special Education - Personnel Preparation to Improve Services and Results for Children with Disabilities	84.325			
Direct			\$ 365,612 (R)	
Through:				
Georgia State University Research Foundation			<u>135,350</u>	
Total Special Education			\$ <u>500,962</u>	
Special Education - Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities	84.326			
Through:				
Georgia State University Research Foundation			\$ <u>311,703</u>	
Special Education - Technology and Media Services for Individuals with Disabilities	84.327			
Through:				
University of Wisconsin			\$ <u>60,849 (R)</u>	
Advanced Placement Program	84.330			
Direct			\$ <u>220,893</u>	
Grants to States for Incarcerated Youth offenders	84.331			
Direct			\$ <u>764,122</u>	
Comprehensive School Reform Demonstration	84.332			
Direct			\$ <u>13,049,507</u>	
Demonstration Projects to Ensure Students with Disabilities Receive a Higher Education	84.333			
Direct			\$ 134,375 (R)	
Through:				
University of Connecticut			<u>2,962</u>	
Total Demonstration Projects			\$ <u>137,337</u>	
Gaining Early Awareness and Readiness for Undergraduate Programs	84.334			
Direct			\$ <u>493,721</u>	
Child Care Access Means Parents in School	84.335			
Direct			\$ <u>308,976</u>	
Teacher Quality Enhancement Grants	84.336			
Direct			\$ 1,703,464 (R)	
Through:				
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	38,136	
Georgia State University Research Foundation			<u>1,138,575</u>	
Total Teacher Quality Enhancement Grants	84.336		\$ <u>2,880,175</u>	
Reading Excellence	84.338			
Direct			\$ <u>-348</u>	
Class Size Reduction	84.340			
Direct			\$ <u>-747</u>	
Preparing Tomorrow's Teachers to Use Technology	84.342			
Direct			\$ 365,051 (R)	
Through:				
Georgia State University Research Foundation			<u>160,004</u>	
Total Preparing Tomorrow's Teachers to Use Technology			\$ <u>525,055</u>	
TRIO Dissemination Partnership Grants	84.344			
Through:				
University of South Florida			\$ <u>12,429</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
Education, U.S. Department of				
Vocational Education - Occupational and Employment Information State Grants	84.346			
Direct			\$ <u>145,516</u>	
Transition to Teaching	84.350			
Direct			\$ 1,228,652 (R)	
Through:				
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	<u>31,531</u>	
Total Transition to Teaching			\$ <u>1,260,183</u>	
Arts in Education	84.351			
Through:				
Georgia State University Research Foundation			\$ <u>58,757 (R)</u>	
Reading First State Grants	84.357			
Direct			\$ <u>32,181,121</u>	
Rural Education	84.358			
Direct			\$ <u>6,938,170</u>	
School Leadership	84.363			
Direct			\$ <u>62,555</u>	
English Language Acquisition Grants	84.365			
Direct			\$ <u>13,113,402</u>	
Mathematics and Science Partnerships	84.366			
Direct			\$ 4,083,509	
Through:				
Clayton County Public Schools			33,614	
Rockdale County Schools			410	
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	<u>26,952</u>	
Total Mathematics and Science Partnerships			\$ <u>4,144,485</u>	
Improving Teacher Quality State Grants	84.367			
Direct			\$ 77,434,573 (R)	
Through:				
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	122,162	
Georgia State University Research Foundation			44,095 (R)	
Whitfield County Schools			<u>19,413</u>	
Total Improving Teacher Quality State Grants			\$ <u>77,620,243</u>	
Grants for State Assessments and Related Activities	84.369			
Direct			\$ <u>9,963,222</u>	
National Assessment of Educational Progress	84.902			
Direct			\$ <u>59,119</u>	
National Writing Project	84.928			
Through:				
National Writing Project Corporation		84.928A	\$ 145,870 (R)	
University of California			<u>36,878</u>	
Total National Writing Project			\$ <u>182,748</u>	
Hurricane Education Recovery	84.938			
Direct			\$ 55,231,493	
Through:				
Georgia State University Research Foundation			<u>97,842</u>	
Total Hurricane Education Recovery			\$ <u>55,329,335</u>	
Other Federal Assistance	84.XXX			
Direct			\$ 1,174,907 (R)	
Through:				
Academy for Educational Development Inc.			34,422 (R)	
Center For Civic Education			28,757 (R)	
Georgia State University Research Foundation		2190	77,213 (R)	
National Board for Professional Teaching Standards			70,658 (R)	
National Writing Project Corporation			<u>70,555</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
Education, U.S. Department of				
Other Federal Assistance (Continued)	84.XXX			
Through:				
University of North Carolina			\$ -21,985 (R)	
University of Tennessee			38,991	
UT-Battelle LLC			4,367 (R)	
Vietnam Education Foundation			<u>22,536 (R)</u>	
Total Other Federal Assistance			\$ <u>1,500,421</u>	
<i>AGENCY TOTAL</i>			\$ <u>1,865,782,157</u>	\$ <u>1,158,195,044</u>
Architectural and Transportation Barriers Compliance Board				
Other Federal Assistance	88.XXX			
Through:				
University of Kentucky Research Foundation			\$ <u>36,437 (R)</u>	
<i>AGENCY TOTAL</i>			\$ <u>36,437</u>	
National Archives and Records Administration				
National Historical Publications and Records Grants	89.003			
Direct			\$ 256,503 (R)	
Through:				
Georgia State University Research Foundation			<u>43,781</u>	
Total National Historical Publications and Records Grants			\$ <u>300,284</u>	
<i>AGENCY TOTAL</i>			\$ <u>300,284</u>	
Elections Assistance Commission				
Help America Vote College Pollworker Program	90.400			
Direct			\$ <u>120,801 (R)</u>	
<i>AGENCY TOTAL</i>			\$ <u>120,801</u>	
United States Institute of Peace				
Unsolicited Grant Program	91.001			
Direct			\$ 78,780 (R)	
Through:				
Georgia State University Research Foundation			<u>22,433 (R)</u>	
Total Unsolicited Grant Program			\$ <u>101,213</u>	
<i>AGENCY TOTAL</i>			\$ <u>101,213</u>	
Department of Health and Human Services				
Public Health and Social Services Emergency Fund	93.003			
Direct			\$ <u>8,069,393</u>	
State and Territorial and Technical Assistance Capacity	93.006			
Development Minority HIV			\$ <u>160,783</u>	
Direct				
Community-Based Abstinence Education (CBAE)	93.010			
Direct			\$ <u>261,659</u>	
Special Programs for the Aging - Title VII, Chapter 3 -	93.041			
Programs for Prevention of Elder Abuse, Neglect, and Exploitation			\$ <u>114,132</u>	
Direct				

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
Department of Health and Human Services				
Special Programs for the Aging - Title VII, Chapter 2 - Long Term Care Ombudsman Services for Older Individuals Direct	93.042		\$ <u>287,857</u>	
Special Programs for the Aging - Title III, Part D - Disease Prevention and Health Promotion Services Direct	93.043		\$ <u>531,553</u>	
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services (AC) Direct	93.044		\$ 8,539,730	
Through: Southeast Georgia Regional Development Center		AAA-2004-11	<u>31,902</u>	
Total Special Programs for the Aging - Title III, Part B - Grants for Supportive Services (AC)			\$ <u>8,571,632</u>	
Special Programs for the Aging - Title III, Part C - Nutrition Services (AC) Direct	93.045		\$ <u>13,443,507</u>	
Special Programs for the Aging - Title IV - and Title II - Discretionary Projects Direct	93.048		\$ <u>408,650</u>	
National Family Caregiver Support Direct	93.052		\$ <u>3,165,606</u>	
Nutrition Services Incentive Program (AC) Direct	93.053		\$ <u>2,283,766</u>	
Innovations in Applied Public Health Research Direct	93.061		\$ 773,223 (R)	
Through: Florida International University			<u>28,646 (R)</u>	
Total Innovations in Applied Public Health Research			\$ <u>801,869</u>	
Food and Drug Administration - Research Direct	93.103		\$ <u>365,403 (R)</u>	
Model State-Supported Area Health Education Centers Direct	93.107		\$ <u>335,956</u>	
Maternal and Child Health Federal Consolidated Programs Direct	93.110		\$ 734,517	
Through: Hemophilia of Georgia			<u>235,808</u>	
Total Maternal and Child Health Federal Consolidated Programs			\$ <u>970,325</u>	
Biological Response to Environmental Health Hazards Direct	93.113		\$ 198,450 (R)	
Through: Georgia State University Research Foundation		5 R01 ES05980	36,279 (R)	
Medical College of Georgia Research Institute			152,648 (R)	
North Carolina State University			<u>77,344 (R)</u>	
Total Biological Response to Environmental Health Hazards			\$ <u>464,721</u>	
Applied Toxicological Research and Testing Direct	93.114		\$ 162,435 (R)	
Through: Medical College of Georgia Research Institute			<u>131,180 (R)</u>	
Total Applied Toxicological Research and Testing			\$ <u>293,615</u>	
Biometry and Risk Estimation - Health Risks from Environmental Exposures Direct	93.115		\$ 33,100 (R)	
Through: Emory University			115,092 (R)	
Medical College of Georgia Research Institute			<u>2,056 (R)</u>	
Total Biometry and Risk Estimation			\$ <u>150,248</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Department of Health and Human Services				
Project Grants and Cooperative Agreements for Tuberculosis Control Programs Direct	93.116		\$ 2,195,566	\$ 401,359
Oral Diseases and Disorders Research Direct	93.121		\$ 318,077 (R)	
Through:			-342 (R)	
Boston Medical Center			836,152 (R)	
Medical College of Georgia Research Institute			58,560 (R)	
University of Michigan				
Total Oral Diseases and Disorders Research			\$ 1,212,447	
Nurse Anesthetist Traineeships Direct	93.124		\$ 12,152	
Emergency Medical Services for Children Direct	93.127		\$ 104,208	
Primary Care Services - Resource Coordination and Development Direct	93.130		\$ 132,239	
Through:			184 (R)	
Northeast Regional Development Center				
Total Primary Care Services - Resource Coordination and Development			\$ 132,423	
Grants to Increase Organ Donations Through:	93.134		\$ 21,204 (R)	
The Sharing Network				
Centers for Research and Demonstration for Health Promotion and Disease Prevention Through:	93.135		\$ 6,281 (R)	
Emory University			42,179 (R)	
Georgia State University Research Foundation				
Total Centers for Research and Demonstration for Health Promotion and Disease Prevention			\$ 48,460	
Injury Prevention and Control Research and State and Community Based Programs Direct	93.136		\$ 2,086,913 (R)	
Projects for Assistance in Transition from Homelessness (PATH) Direct	93.150		\$ 945,179	
Health Center Grants for Homeless Populations Direct	93.151		\$ 6,312	
Rural Health Research Centers Through:	93.155		\$ 129,255 (R)	
Georgia State University Research Foundation				
Health Program for Toxic Substances and Disease Registry Direct	93.161		\$ 480,803 (R)	
Grants to States for Loan Repayment Program Direct	93.165		\$ 94,276	
Research Related to Deafness and Communication Disorders Direct	93.173		\$ 544,637 (R)	
Through:			646,154 (R)	
Georgia State University Research Foundation			664,888 (R)	
Medical College of Georgia Research Institute			279,844 (R)	
State University of New York				
Total Research Related to Deafness and Communication Disorders			\$ 2,135,523	
Nursing Workforce Diversity Direct	93.178		\$ 217,461	
Allied Health Special Projects Direct	93.191		\$ 27,002	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Department of Health and Human Services				
Allied Health Special Projects (Continued)	93.191			
Through:				
Medical College of Georgia Research Institute			\$ <u>120,848</u>	
Total Allied Health Special Projects			\$ <u>147,850</u>	
Quentin N. Burdick Program for Rural Interdisciplinary Training	93.192			
Direct			\$ <u>394,098</u>	
Childhood Lead Poisoning Prevention Projects - State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children	93.197			
Direct			\$ <u>224,825</u>	
Telehealth Network Grants	93.211			
Through:				
Medical College of Georgia Research Institute			\$ <u>22,106</u>	
Research and Training in Complementary and Alternative Medicine	93.213			
Through:				
Medical College of Georgia Research Institute			\$ <u>270,100</u>	
Family Planning - Services	93.217			
Direct			\$ <u>7,866,651</u>	
Consolidated Health Centers (Community Health Centers, Migrant Health Centers, Health Care for The Homeless, Public Housing Primary Care, and School Based Health Centers) (CHCC)	93.224			
Direct			\$ <u>1,779,718</u>	
Research on Healthcare Costs, Quality and Outcomes	93.226			
Direct			\$ 1,272,199 (R)	
Through:				
Children Healthcare of Atlanta			253,761 (R)	
Medical College of Georgia Research Institute			<u>9,119 (R)</u>	
Total Research on Healthcare Costs, Quality and Outcomes			\$ <u>1,535,079</u>	
Consolidated Knowledge Development & Application (KD&A) Program	93.230			
Direct			\$ 95,942	
Through:				
Morehouse College			<u>15,974 (R)</u>	
Total Consolidated Knowledge Development & Application Program			\$ <u>111,916</u>	
Traumatic Brain Injury State Demonstration Grant Program	93.234			
Direct			\$ <u>47,850</u>	
Abstinence Education Program	93.235			
Direct			\$ 457,656	
Through:				
Georgia State University Research Foundation		04A-12-0017	<u>43,537</u>	
Total Abstinence Education Program			\$ <u>501,193</u>	
Policy Research and Evaluation Grants	93.239			
Through:				
Georgia State University Research Foundation		UKRF 4-66359-05-002	\$ 19,492 (R)	
University of Kentucky		4-72581-05-330	<u>10,982 (R)</u>	
Total Policy Research and Evaluation Grants			\$ <u>30,474</u>	
State Capacity Building	93.240			
Direct			\$ <u>119,719</u>	
State Rural Hospital Flexibility Program	93.241			
Direct			\$ <u>611,921</u>	
Mental Health Research Grants	93.242			
Direct			\$ 3,180,546 (R)	
Through:				
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	20,952 (R)	
Georgia State University Research Foundation			<u>1,355,018 (R)</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Health and Human Services, U.S. Department of				
Mental Health Research Grants <i>(Continued)</i>	93.242			
Through:				
Medical College of Georgia Research Institute			\$ 524,979 (R)	
Iowa State University			<u>416,568 (R)</u>	
Total Mental Health Research Grants			\$ <u>5,498,063</u>	
Substance Abuse and Mental Health Services - Projects of Regional and National Significance	93.243			
Direct			\$ 1,067,089 (R) (1)	
Through:				
McFarland & Associates		280-08-05005	43,062	
Metro Atlanta Council on Alcohol		98710	30,753 (R)	
Morehouse School of Medicine		1 T117165-01	<u>92</u>	
Total Substance Abuse and Mental Health Services - Projects of Regional and National Significance			\$ <u>1,140,996</u>	
Advanced Education Nursing Grant Program	93.247			
Direct			\$ 157,008	
Through:				
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	<u>237,741</u>	
Total Advanced Education Nursing Grant Program			\$ <u>394,749</u>	
Universal Newborn Hearing Screening	93.251			
Direct			\$ <u>82,550</u>	
Healthy Communities Access Program	93.252			
Through:				
Georgia State University Research Foundation		H264A990002-03B	<u>12,478</u>	
State Planning Grant - Health Care Access for the Uninsured	93.256			
Direct			\$ 202,118	
Through:				
Georgia State University Research Foundation			<u>100,061 (R)</u>	
Total State Planning Grant - Health Care Access for the Uninsured			\$ <u>302,179</u>	
Occupational Safety and Health Research Grants	93.262			
Direct			\$ <u>4,836 (R)</u>	
Immunization Grants	93.268			
Direct			\$ <u>7,123,632</u>	\$ <u>18,652,676 (4)</u>
Alcohol Research Programs	93.273			
Direct			\$ 555,511 (R)	
Through:				
Research Institute on Addictions -State University of NY- Buffalo			<u>12,546 (R)</u>	
Total Alcohol Research Programs			\$ <u>568,057</u>	
Drug Abuse National Research Service Awards for Research Training	93.278			
Through:				
Medical College of Georgia Research Institute			\$ <u>9,859 (R)</u>	
Drug Abuse Research Programs	93.279			
Direct			\$ 2,349,412 (R)	
Through:				
Emory University			58,215 (R)	
Georgia State University Research Foundation			654,889 (R)	
Medical College of Georgia Research Institute			284,217 (R)	
University of Kansas			<u>119,882 (R)</u>	
Total Drug Abuse Research Programs			\$ <u>3,466,615</u>	
Mental Health Research Career/Scientist Development Awards	93.281			
Direct			\$ 120,205 (R)	
Through:				
Medical College of Georgia Research Institute			<u>139,005 (R)</u>	
Total Mental Health Research Career/Scientist			\$ <u>259,210</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Health and Human Services, U.S. Department of				
Mental Health National Research Service Awards for Research Training	93.282			
Direct			\$ 47 (R)	
Through:				
Georgia State University Research Foundation			<u>394 (R)</u>	
Total Mental Health National Research Service Awards for Research Training			\$ <u>441</u>	
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283			
Direct			\$ 35,754,582 (R)	
Through:				
Emory University			147,439 (R)	
Georgia State University Research Foundation			420,041 (R)	
Hemophilia of Georgia			9,411	
Richmond County Health Department			<u>-20,806</u>	
Total Centers for Disease Control and Prevention - Investigations and Technical Assistance			\$ <u>36,310,667</u>	
Discovery And Applied Research For Technological Innovations To Improve Human Health	93.286			
Direct			\$ 4,570,733 (R)	
Through:				
Brigham And Women's Hospital			82,853 (R)	
Georgia State University Research Foundation		1773-01/15-0105-01	956 (R)	
Medical College of Georgia Research Institute			<u>203,377 (R)</u>	
Total Discovery And Applied Research For Technological Innovations To Improve Human Health			\$ <u>4,857,919</u>	
Nurse Practitioner and Nurse-Midwifery Education Program	93.298			
Direct			\$ <u>279,425</u>	
National Center for Health Workforce Analysis	93.300			
Direct			\$ <u>1,908 (R)</u>	
Small Rural Hospital Improvement Grants	93.301			
Direct			\$ <u>667,671</u>	
Comparative Medicine	93.306			
Direct			\$ 88,055 (R)	
Through:				
Medical College of Georgia Research Institute			<u>10,758 (R)</u>	
Total Comparative Medicine			\$ <u>98,813</u>	
Minority Health and Health Disparities Research	93.307			
Through:				
Georgia State University Research Foundation		GLD19	\$ <u>217,346 (R)</u>	
Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students (SFA)	93.342			
Direct			\$ <u>-775,163</u>	\$ <u>612,764 (3)</u>
Advanced Education Nursing Traineeships	93.358			
Direct			\$ 170,189 (R)	
Through:				
Georgia State University Research Foundation			<u>95,076</u>	
Total Advanced Education Nursing Traineeships			\$ <u>265,265</u>	
Nurse Education, Practice and Retention Grants	93.359			
Direct			\$ 10,176	
Through:				
Georgia State University Research Foundation			<u>11,228</u>	
Total Nurse Education, Practice and Retention Grants	93.359		\$ <u>21,404</u>	
Nursing Research	93.361			
Direct			\$ 248,620 (R)	
Through:				
Georgia State University Research Foundation			13,033 (R)	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
Health and Human Services, U.S. Department of				
Nursing Research (Continued)	93.361			
Through:				
Indiana University			\$ 30,869 (R)	
Medical College of Georgia Research Institute			<u>66,283 (R)</u>	
			\$ 358,805	
Total Nursing Research				
Nursing Student Loans (SFA)	93.364			
Direct			\$ 644	\$ 944,546 (3)
Biomedical Technology	93.371			
Direct			\$ 2,573 (R)	
Minority Biomedical Research Support	93.375			
Direct			\$ 306,190 (R)	
Through:				
Georgia State University Research Foundation			<u>-1,522 (R)</u>	
			\$ 304,668	
Total Minority Biomedical Research Support				
National Center for Research Resources	93.389			
Direct			\$ 4,144,633 (R)	
Through:				
Cornell University			88,098 (R)	
Georgia State University Research Foundation			419,227 (R)	
Medical College of Georgia Research Institute			<u>50,000</u>	
			\$ 4,701,958	
Total National Center for Research Resources				
Cancer Cause and Prevention Research	93.393			
Direct			\$ 661,375 (R)	
Through:				
Georgia State University Research Foundation			1,055 (R)	
Medical College of Georgia Research Institute			<u>365,503 (R)</u>	
			\$ 1,027,933	
Total Cancer Cause and Prevention Research				
Cancer Detection and Diagnosis Research	93.394			
Direct			\$ 143,755 (R)	
Through:				
Medical College of Georgia Research Institute			<u>196,989 (R)</u>	
			\$ 340,744	
Total Cancer Detection and Diagnosis Research				
Cancer Treatment Research	93.395			
Direct			\$ 981,868 (R)	
Through:				
Emory University			36,421 (R)	
Medical College of Georgia Research Institute			583,624 (R)	
University of Hawaii			78,845 (R)	
University of North Texas			<u>21,743 (R)</u>	
			\$ 1,702,501	
Total Cancer Treatment Research				
Cancer Biology Research	93.396			
Direct			\$ 436,996 (R)	
Through:				
Emory University			274,480 (R)	
Georgia State University Research Foundation			115,995 (R)	
Medical College of Georgia Research Institute			706,771 (R)	
West Virginia University			<u>19,569 (R)</u>	
			\$ 1,553,811	
Total Cancer Biology Research				
Cancer Research Manpower	93.398			
Through;			\$ 46,333 (R)	
Medical College of Georgia Research Institute				
Cancer Control	93.399			
Through;			\$ 439,558 (R)	
Medical College of Georgia Research Institute				

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Health and Human Services, U.S. Department of				
Abandoned Infants	93.551			
Through:				
Georgia State University Research Foundation			\$ <u>36,942</u>	
Promoting Safe and Stable Families	93.556			
Direct			\$ 13,179,963 (R)	
Through:				
Georgia State University Research Foundation			<u>122,096</u>	
Total Promoting Safe and Stable Families			\$ <u>13,302,059</u>	
Temporary Assistance for Needy Families	93.558			
Direct			\$ 380,567,908	
Through:				
Georgia State University Research Foundation			<u>1,851 (R)</u>	
Total Temporary Assistance for Needy Families			\$ <u>380,569,759</u>	
Family Support Payments to States - Assistance Payments	93.560			
Direct			\$ <u>224,520</u>	
Child Support Enforcement	93.563			
Direct			\$ <u>78,154,863</u>	
Child Support Enforcement Research	93.564			
Direct			\$ 82,100	
Through:				
Georgia State University Research Foundation			<u>18,251 (R)</u>	
Total Child Support Enforcement Research			\$ <u>100,351</u>	
Refugee and Entrant Assistance - State Administered Programs	93.566			
Direct			\$ <u>5,040,618</u>	
Low-Income Home Energy Assistance	93.568			
Direct			\$ <u>17,396,900</u>	
Community Services Block Grant	93.569			
Direct			\$ <u>16,863,427</u>	
Community Services Block Grant - Discretionary Awards	93.570			
Through:				
National Collegiate Athletic Association			\$ 123,696	
National Youth Sports Program Fund		NYSPF05:1043	<u>65,460</u>	
Total Community Services Block Grant - Discretionary Awards			\$ <u>189,156</u>	
Community Services Block Grant Discretionary Awards - Community Food and Nutrition Program	93.571			
Direct			\$ 100,307	
Through:				
Georgia State University Research Foundation		GLC25	<u>22,611</u>	
Total Community Services Block Grant Discretionary Awards - Community Food and Nutrition Program			\$ <u>122,918</u>	
Child Care and Development Block Grant (CCDF)	93.575			
Direct			\$ 142,719,185	
Through:				
Georgia State University Research Foundation			<u>30,289 (R)</u>	
Total Child Care and Development Block Grant (CCDF)			\$ <u>142,749,474</u>	
Refugee and Entrant Assistance - Discretionary Grants	93.576			
Direct			\$ <u>412,007</u>	
Refugee and Entrant Assistance - Targeted Assistance	93.584			
Direct			\$ <u>917,228</u>	
State Court Improvement Program	93.586			
Direct			\$ <u>183,887</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Health and Human Services, U.S. Department of				
Community - Based child Abuse Prevention Grants	93.590		\$ 712,445	
Direct				
Through:				
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	<u>45,570</u>	
Total Community - Based child Abuse Prevention Grants			\$ <u>758,015</u>	
Family Violence Prevention and Services/Grants for Battered Women's Shelters - Discretionary Grants	93.592			
Through:				
Georgia State University Research Foundation			\$ <u>422,628 (R)</u>	
Child Care Mandatory and Matching Funds of the Child Care and Development Fund (CCDF)	93.596			
Direct			\$ <u>79,577,522</u>	
Grants to States for Access and Visitation Programs	93.597			
Direct			\$ <u>117,973</u>	
Chafee Education and Training Vouchers Program (ETV)	93.599			
Direct			\$ <u>1,497,466</u>	
Head Start	93.600			
Direct			\$ 2,879,142	
Through:				
Clarke County School District			<u>2,062 (R)</u>	
Total Head Start			\$ <u>2,881,204</u>	
Child Support Enforcement Demonstrations and Special Projects	93.601			
Through:				
Georgia State University Research Foundation		GLD29	\$ <u>45,391</u>	
Adoption Incentive Payments	93.603			
Direct			\$ <u>30,562</u>	
Voting Access for Individuals with Disabilities - Grants to States and Local Governments	93.617			
Direct			\$ <u>252,213</u>	
Developmental Disabilities Basic Support and Advocacy Grants	93.630			
Direct			\$ <u>2,013,258</u>	
Developmental Disabilities Projects of National Significance	93.631			
Direct			\$ <u>1,396 (R)</u>	
University Centers for Excellence in Developmental Disabilities Education, Research and Service	93.632			
Direct			\$ <u>463,477 (R)</u>	
Children's Justice Grants to States	93.643			
Direct			\$ <u>507,862</u>	
Child Welfare Services - State Grants	93.645			
Direct			\$ <u>9,397,209</u>	
Social Services Research and Demonstration	93.647			
Direct			\$ 104,018 (R)	
Through:				
Florida State University			<u>35,248 (R)</u>	
Total Social Services Research and Demonstration			\$ <u>139,266</u>	
Adoption Opportunities	93.652			
Direct			\$ <u>405,476</u>	
Foster Care - Title IV-E	93.658			
Direct			\$ 56,845,596	
Through:				
Georgia State University Research Foundation		GLC13	<u>536,535</u>	
Total Foster Care - Title IV-E			\$ <u>57,382,131</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Health and Human Services, U.S. Department of				
Adoption Assistance Direct	93.659		\$ <u>36,519,120</u>	
Social Services Block Grant Direct	93.667		\$ <u>75,715,949</u>	
Child Abuse and Neglect State Grants Direct	93.669		\$ <u>415,452</u>	
Child Abuse and Neglect Discretionary Activities Direct	93.670		\$ <u>19,250 (R)</u>	
Family Violence Prevention and Services/Grants for Battered Women's Shelters - Grants to States and Indian Tribes Direct	93.671		\$ <u>1,968,204</u>	
Chafee Foster Care Independent Living Direct	93.674		\$ <u>3,721,444</u>	
State Children's Insurance Program Direct	93.767		\$ <u>191,362,599</u>	
Medicare - Hospital Insurance Direct	93.773		\$ <u>4,556,906</u>	
Medicare - Supplementary Medical Insurance Direct	93.774		\$ <u>9,392,494</u>	
State Medicaid Fraud Control Units (MC) Direct	93.775		\$ <u>2,543,547</u>	
State Survey and Certification of Health Care Providers and Suppliers (MC) Direct	93.777		\$ <u>3,092,235</u>	
Medical Assistance Program (MC) Direct	93.778		\$ <u>4,158,466,484</u>	
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations Direct Through: Georgia State University Research Foundation	93.779		\$ 1,121,257 <u>23,735</u>	
Total Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations			\$ <u>1,144,992</u>	
Cell Biology and Biophysics Research Direct Through: Georgia State University Research Foundation	93.821		\$ 184,475 (R) <u>44,130 (R)</u>	
Total Cell Biology and Biophysics Research			\$ <u>228,605</u>	
Health Careers Opportunity Program Direct Through: Morris Brown College	93.822		\$ 664,037 <u>4,364</u>	
Total Health Careers Opportunity Program			\$ <u>668,401</u>	
Heart and Vascular Diseases Research Direct Through: Cornell University Emory University Georgia State University Research Foundation Medical College of Georgia Research Institute University of Central Florida University of South Carolina	93.837	SRO1HL65179-	\$ 2,427,105 (R) 208,494 (R) 593,366 (R) 374,543 (R) 11,663,255 (R) 6,427 (R) <u>7,003 (R)</u>	
Total Heart and Vascular Diseases Research			\$ <u>15,280,193</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
Health and Human Services, U.S. Department of				
Lung Diseases Research	93.838			
Direct			\$ 253,593 (R)	
Through:				
Georgia State University Research Foundation			10,770 (R)	
Medical College of Georgia Research Institute			<u>412,175 (R)</u>	
Total Lung Diseases Research	93.838		<u>\$ 676,538</u>	
Blood Diseases and Resources Research	93.839			
Direct			\$ 599,075 (R)	
Through:				
Medical College of Georgia Research Institute			1,947,554 (R)	
Oklahoma Medical Research Foundation			18,865 (R)	
University of California			<u>465,450 (R)</u>	
Total Blood Diseases and Resources Research			<u>\$ 3,030,944</u>	
Arthritis, Musculoskeletal and Skin Diseases Research	93.846			
Direct			\$ 453,237 (R)	
Through:				
Emory University			41,344 (R)	
Georgia State University Research Foundation			127,338 (R)	
Medical College of Georgia Research Institute			606,684 (R)	
University of Rochester			<u>22,118 (R)</u>	
Total Arthritis, Musculoskeletal and Skin Diseases Research			<u>\$ 1,250,721</u>	
Diabetes, Endocrinology and Metabolism Research	93.847			
Direct			\$ 1,029,643 (R)	
Through:				
Medical College of Georgia Research Institute			2,618,239 (R)	
University of Florida			<u>30,509 (R)</u>	
Total Diabetes, Endocrinology and Metabolism Research			<u>\$ 3,678,391</u>	
Digestive Diseases and Nutrition Research	93.848			
Direct			\$ 764,606 (R)	
Through:				
Georgia State University Research Foundation			440,263 (R)	
Medical College of Georgia Research Institute			1,394,734 (R)	
Medical College of Ohio			29,937 (R)	
University of Pennsylvania			<u>77,038 (R)</u>	
Total Digestive Diseases and Nutrition Research			<u>\$ 2,706,578</u>	
Kidney Diseases, Urology and Hematology Research	93.849			
Direct			\$ 353,555 (R)	
Through:				
Medical College of Georgia Research Institute			<u>1,586,078 (R)</u>	
Total Kidney Diseases, Urology and Hematology Research			<u>\$ 1,939,633</u>	
Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853			
Direct			\$ 2,041,143 (R)	
Through:				
Georgia State University Research Foundation			657,254 (R)	
Johns Hopkins University			40,148 (R)	
Louisiana State University			10,201 (R)	
Medical College of Georgia Research Institute			3,327,094 (R)	
Medical College of South Carolina			33,301 (R)	
University of Pennsylvania			<u>153,867 (R)</u>	
Total Extramural Research Programs in the Neurosciences and Neurological Disorders			<u>\$ 6,263,008</u>	
Allergy, Immunology and Transplantation Research	93.855			
Direct			\$ 3,484,118 (R)	
Through:				
Auburn University			365,465 (R)	
Medical College of Georgia Research Institute			<u>2,201,865 (R)</u>	
Total Allergy, Immunology and Transplantation Research			<u>\$ 6,051,448</u>	

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Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
Health and Human Services, U.S. Department of				
Microbiology and Infectious Diseases Research	93.856			
Direct			\$ 4,813,251 (R)	
Through:				
Auburn University			635,133.00 (R)	
Duke University			5,134 (R)	
Emory University		5P01A14588305	128,017 (R)	
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	130,758 (R)	
Georgia State University Research Foundation			1,944,719 (R)	
Institute for Genomic Research-Tigr, The			77,600 (R)	
Medical College of Georgia Research Institute			1,388,195 (R)	
Ohio State Research Fdn			88,506 (R)	
South Dakota State University			24,626 (R)	
University of Alabama			116,940 (R)	
University of Alabama at Birmingham			24,977 (R)	
University of Memphis			91,767 (R)	
University of Pennsylvania			<u>116,964 (R)</u>	
Total Microbiology and Infectious Diseases Research			\$ <u>9,586,587</u>	
Biomedical Research and Research Training	93.859			
Direct			\$ 11,724,810 (R)	
Through:				
Blueingreen			18,332 (R)	
Emory University			388,294 (R)	
Florida A&M University			1,571 (R)	
Georgia State University Research Foundation			2,034,927 (R)	
Medical College of Georgia Research Institute			1,087,421 (R)	
Medical University of South Carolina			33,857 (R)	
Oregon State University			1,980 (R)	
Rensselaer Polytechnic Institute			24,190 (R)	
Rutgers University			162,331 (R)	
University of Tennessee			<u>37,134 (R)</u>	
Total Biomedical Research and Research Training			\$ <u>15,514,847</u>	
Genetics and Developmental Biology Research and Research Training	93.862			
Direct			\$ 907,760 (R)	
Through:				
Medical College of Georgia Research Institute			<u>3,846 (R)</u>	
Total Genetics and Developmental Biology Research and Research Training			\$ <u>911,606</u>	
Population Research	93.864			
Direct			\$ 72,777 (R)	
Through:				
Medical College of Georgia Research Institute			<u>1,059,453 (R)</u>	
Total Population Research			\$ <u>1,132,230</u>	
National Institute of Child Health and Human Development	93.865			
Extramural Research			\$ 1,871,184 (R)	
Direct				
Through:				
Emory University			162,740 (R)	
Georgia State University Research Foundation			3,080,557 (R)	
Medical College of Georgia Research Institute			1,642,743 (R)	
Yale University			<u>15,853 (R)</u>	
Total National Institute of Child Health and Human Development Extramural Research			\$ <u>6,773,077</u>	
Aging Research	93.866			
Direct			\$ 3,398,116 (R)	
Through:				
Aptotec, Incorporated			45,542 (R)	
Battelle Memorial Institute			52,678 (R)	
Georgia State University Research Foundation			414,879 (R)	
Medical College of Georgia Research Institute			321,872 (R)	
University of Miami			292,871 (R)	
University of Tennessee			<u>56,042 (R)</u>	
Total Aging Research			\$ <u>4,582,000</u>	

State of Georgia

Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Health and Human Services, U.S. Department of				
Vision Research	93.867		\$ 34,058 (R)	
Direct				
Through:				
Emory University			136,767 (R)	
Georgia State University Research Foundation			65,297 (R)	
Medical College of Georgia Research Institute			<u>1,337,502 (R)</u>	
Total Vision Research	93.867		\$ <u>1,573,624</u>	
Medical Library Assistance	93.879		\$ 95,628 (R)	
Direct				
Grants For Training In Primary Care Medicine And Dentistry	93.884		\$ 698,724	
Direct				
Health Care and Other Facilities	93.887	1C76HF00497	\$ 6,817,743 (R)	
Direct				
Specially Selected Health Projects	93.888			
Through:				
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	\$ 42,137	
National Bioterrorism Hospital Preparedness Program	93.889		\$ 1,941,379	
Direct				
Rural Health Care Services Outreach and Rural Health Network Development Program	93.912			
Through:				
Georgia Southern University Research and Service Foundation, Inc.		063828383 DUNS	\$ 125,295	
Georgia State University Research Foundation			<u>1,009,555 (R)</u>	
Total Rural Health Care Services Outreach and Rural Health Network Development Program			\$ <u>1,134,850</u>	
Grants to States for Operation of offices of Rural Health	93.913		\$ 111,518	
Direct				
HIV Care Formula Grants	93.917		\$ 38,574,186	
Direct				
Through:				
Richmond County Health Department			<u>371,859</u>	
Total HIV Care Formula Grants			\$ <u>38,946,045</u>	
Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease	93.918		\$ 904,379	
Direct				
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer	93.919		\$ 3,489	
Direct				
Scholarships for Health Professions Students from Disadvantaged Backgrounds (SFA)	93.925		\$ 240,252	
Direct				
Healthy Start Initiative	93.926		\$ 926,906	
Direct				
Through:				
Augusta Richmond County Community Partnership			<u>4,000</u>	
Total Healthy Start Initiative			\$ <u>930,906</u>	
Center for Medical Rehabilitation Research	93.929		\$ -111 (R)	
Direct				
Cooperative Agreements to Support Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems	93.938		\$ 216,538	
Direct				

State of Georgia

Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	MONETARY EXPENDITURES	NONMONETARY EXPENDITURES
Health and Human Services, U.S. Department of				
HIV Prevention Activities - Health Department Based	93.940			
Direct			\$ 6,950,439 (R)	
Through:				
Georgia State University Research Foundation		GLC48	<u>27,376 (R)</u>	
Total HIV Prevention Activities - Health Department Based			\$ <u>6,977,815</u>	
HIV Demonstration, Research, Public and Professional Education Projects	93.941			
Through:				
Georgia State University Research Foundation			\$ <u>5,490 (R)</u>	
Epidemiologic Research Studies of Acquired Immunodeficiency Syndrome (AIDS) and Human Immunodeficiency Virus (HIV) Infection in Selected Population Groups	93.943			
Direct			\$ 444,240 (R)	
Through:				
Georgia State University Research Foundation			<u>81,706 (R)</u>	
Total Epidemiologic Research Studies of AIDS and HIV Infection			\$ <u>525,946</u>	
Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	93.944			
Direct			\$ <u>1,332,946</u>	
Assistance Programs for Chronic Disease Prevention and Control	93.945			
Direct			\$ <u>1,342,560</u>	
Trauma Care Systems Planning and Development	93.952			
Direct			\$ <u>34,454</u>	
Block Grants for Community Mental Health Services	93.958			
Direct			\$ 18,947,619	
Through:				
Georgia State University Research Foundation			<u>138,305 (R)</u>	
Total Block Grants for Community Mental Health Services			\$ <u>19,085,924</u>	
Block Grants for Prevention and Treatment of Substance Abuse	93.959			
Direct			\$ 43,892,853	
Through:				
Medical College of Georgia Research Institute			<u>58,331 (R)</u>	
Total Block Grants for Prevention and Treatment of Substance Abuse			\$ <u>43,951,184</u>	
Special Minority Initiatives	93.960			
Through:				
Georgia State University Research Foundation			\$ <u>-658</u>	
Geriatric Education Centers	93.969			
Direct			\$ <u>36,366 (R)</u>	
Preventive Health Services - Sexually Transmitted Diseases Control Grants	93.977			
Direct			\$ <u>2,822,675</u>	\$ <u>247,750</u>
Mental Health Disaster Assistance and Emergency Mental Health	93.982			
Direct			\$ <u>914,276</u>	
Cooperative Agreements for State-Based Diabetes Control Programs and Evaluation	93.988			
Direct			\$ <u>410,994 (R)</u>	
International Research and Research Training	93.989			
Direct			\$ 577,040 (R)	
Through:				
Georgia State University Research Foundation			<u>28,742 (R)</u>	
Total International Research and Research Training			\$ <u>605,782</u>	
Preventive Health and Health Services Block Grant	93.991			
Direct			\$ <u>4,094,990</u>	

State of Georgia

Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Health and Human Services, U.S. Department of				
Maternal and Child Health Services Block Grant to the States	93.994		\$ 17,550,249	
Direct				
Through:				
Georgia State University Research Foundation		GLD31	<u>123,360</u>	
Total Maternal and Child Health Services Block Grant to the States			\$ <u>17,673,609</u>	
Bioterrorism Training and Curriculum Development Program	93.996			
Through:				
Medical College of Georgia Research Institute			\$ <u>617,445</u>	
Other Federal Assistance	93.XXX			
Direct			\$ 4,029,206 (R)	\$ <u>9,917 (3)</u>
Through:				
Alliance Prudent Use Antibiotic			41,362 (R)	
Emory University			624,404 (R)	
Extended Home Living Services Inc			27,788 (R)	
Georgia State University Research Foundation		2001160102	226,785 (R)	
Ideas Inc.			14,793 (R)	
Medical College of Georgia Research Institute			535,778 (R)	
National Association For Equal Opportunity			5 (R)	
National Youth Sports Program			-2,154	
Orthonics Incorporated			437 (R)	
Science Applications International Corp		99XS304A	264,509 (R)	
Scripps Research Institute			192,377 (R)	
SE Center Emerging Bio Threats			7,992 (R)	
Stereology Resource Center			3,532 (R)	
University of Illinois			25,000 (R)	
University of California			68,979 (R)	
University of Pennsylvania			529,798 (R)	
University of South Carolina			129,674 (R)	
University of Wisconsin			18,878 (R)	
Virginia Polytechnic Institute and State University			204	
Virtually Better, Inc.			<u>70,386 (R)</u>	
Total Other Federal Assistance			\$ <u>6,809,733</u>	
			\$ <u>5,677,704,078</u>	\$ <u>20,869,012</u>
AGENCY TOTAL				
Corporation for National and Community Service				
Retired and Senior Volunteer Program	94.002			
Through:				
Georgia State University Research Foundation			\$ <u>163,894</u>	
State Commissions	94.003			
Direct			\$ <u>251,760</u>	
Learn and Serve America - School and Community Based Programs	94.004			
Direct			\$ <u>915,578</u>	
Learn and Serve America - Higher Education	94.005			
Through:				
America Association of Community Colleges		03L44DC001	\$ 14,050	
Morehouse School of Medicine			1,500	
Temple University		231365971	<u>16,290</u>	
Total Learn and Serve America - Higher Education			\$ <u>31,840</u>	
AmeriCorps	94.006			
Direct			\$ <u>3,483,830</u>	
Planning and Program Development Grants	94.007			
Direct			\$ <u>27,742</u>	
Training and Technical Assistance	94.009			
Direct			\$ <u>142,556</u>	

State of Georgia

Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Corporation for National and Community Service				
Foster Grandparent Program (FGCC)	94.011			
Direct			\$ -16,695	
Through:				
Georgia State University Research Foundation			<u>480,359</u>	
Total Foster Grandparent Program (FGCC)			\$ <u>463,664</u>	
Volunteers in Service to America	94.013			
Through:				
Corporation for National and Community Service		DVSA-61209-A23-4101	\$ <u>32,715</u>	
Senior Companion Program (FGCC)	94.016			
Direct			\$ 152,239	
Through:				
Georgia State University Research Foundation			<u>189,814</u>	
Total Senior Companion Program (FGCC)	94.016		\$ <u>342,053</u>	
			\$ <u>5,855,632</u>	
AGENCY TOTAL				
Social Security Administration				
Social Security - Disability Insurance (DI/SSI)	96.001			
Direct			\$ <u>49,072,377</u>	
Social Security - Benefits Planning, Assistance, and Outreach Program	96.008			
Direct			\$ <u>325,305</u>	
			\$ <u>49,397,682</u>	
AGENCY TOTAL				
Homeland Security, U.S. Department of				
State Domestic Preparedness Equipment Support Program (HLS)	97.004			
Direct			\$ <u>21,626,392</u>	
State and Local Homeland Security Training Program	97.005			
Direct			\$ <u>904,006</u>	
Homeland Security Preparedness Technical Assistance	97.007			
Direct			\$ <u>126,411</u>	
Urban Areas Security Initiative	97.008			
Direct			\$ <u>18,145,515</u>	
Boating Safety Financial Assistance	97.012			
Direct			\$ <u>614,423</u>	
Pre-Disaster Mitigation (PDM) Competitive Grants	97.017			
Direct			\$ <u>2,704,917</u>	
Hazardous Materials Training Program	97.020			
Direct			\$ <u>3,000</u>	
Hazardous Materials Assistance Program	97.021			
Direct			\$ <u>2,125</u>	
Community Assistance Program - State Support Services	97.023			
Element (CAP-SSSE)				
Direct			\$ <u>278,649</u>	
Flood Mitigation Assistance	97.029			
Direct			\$ <u>310,383</u>	
Crisis Counseling	97.032			
Direct			\$ <u>745,682</u>	

State of Georgia

Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Homeland Security, U.S. Department of				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036		\$ 11,031,474	
Direct				
Through:				
Florida Department of Defense			<u>12,032</u>	
Total Disaster Grants - Public Assistance			\$ <u>11,043,506</u>	
Hazard Mitigation Grant	97.039		\$ <u>2,496,036</u>	
Direct				
Emergency Management Performance Grants	97.042		\$ <u>5,460,280</u>	
Direct				
State Fire Training Systems Grants	97.043		\$ <u>35,481</u>	
Direct				
Assistance To Firefighters Grant	97.044		\$ <u>84,419</u>	
Direct				
Cooperating Technical Partners	97.045		\$ <u>1,884,448</u>	
Direct				
Pre-Disaster Mitigation	97.047		\$ <u>127,082</u>	
Direct				
Citizen Corps	97.053		\$ <u>31,376</u>	
Direct				
Community Emergency Response Teams	97.054		\$ <u>154,333</u>	
Direct				
Port Security Grant Program	97.056		\$ <u>738,144</u>	
Direct				
Pre-Disaster Mitigation Disaster Resistant Universities	97.063		\$ <u>2,160</u>	
Direct				
Map Modernization Management Support	97.070		\$ <u>183,990</u>	
Direct				
Metropolitan Medical Response System	97.071		\$ <u>169,522</u>	
Direct				
State Homeland Security Program (SHSP)	97.073		\$ <u>10,849,875</u>	
Direct				
Law Enforcement Terrorism Prevention Program (LETPP)	97.074		\$ <u>2,889,955</u>	
Direct				
Buffer Zone Protection Plan (BZPP)	97.078		\$ <u>270,390</u>	
Direct				
Other Federal Assistance	97.XXX		\$ 321,641	
Direct				
Through:				
Georgia State University Research Foundation			<u>-20,606</u> (R)	
Total Other Federal Assistance			\$ <u>301,035</u>	
AGENCY TOTAL			\$ <u>82,183,535</u>	
International Development, U.S. Agency for				
USAID Foreign Assistance for Programs Overseas	98.001		\$ 30,868 (R)	
Direct				
Through:				
Academy for Education Development Inc.			99,036 (R)	
Kansas State University			83,982 (R)	
Virginia Polytechnic Institute			2,535 (R)	
World Learning, Inc.			<u>7,261</u> (R)	

State of Georgia

Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
International Development, U.S. Agency for				
Total USAID Foreign Assistance for Programs Overseas <i>(Continued)</i>	98.001		\$ <u>223,682</u>	
Cooperative Development Program (CDP)	98.002			
Through:				
Oregon State University			\$ <u>46,163 (R)</u>	
Other Federal Assistance				
Direct	98.XXX		\$ 3,222,651	
Through:				
ICRISAT			14,207 (R)	
Georgia State University Research Foundation			216,266 (R)	
Oregon State University			12,333 (R)	
University of Florida			<u>42,731 (R)</u>	
Total Other Federal Assistance			\$ <u>3,508,188</u>	
 AGENCY TOTAL			 \$ <u>3,778,033</u>	
 GRAND TOTAL EXPENDITURES of FEDERAL AWARDS			 \$ <u>11,158,869,805</u>	\$ <u>2,600,612,116</u>

State of Georgia

Notes to the Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

PURPOSE OF THE SCHEDULE

Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, requires a Schedule of Expenditures of Federal Awards reflecting total expenditures for each Federal financial assistance program as identified in the Catalog of Federal Domestic Assistance (CFDA).

SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity - The accompanying schedule includes all Federal financial assistance programs administered by the State of Georgia for the fiscal year ended June 30, 2006. Refer to Appendix "A" for a comprehensive listing of organizational units comprising the financial reporting entity.

Basis of Presentation - The accompanying *Schedule of Expenditures of Federal Awards* is presented in accordance with OMB Circular A-133.

- A. Federal Financial Assistance - Pursuant to the Single Audit Act Amendments of 1996 and OMB Circular A-133, Federal financial assistance is defined as assistance that non-Federal entities receive or administer in the form of grants, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other assistance, but does not include amounts received as reimbursements for services rendered to individuals for Medicare and Medicaid.
- B. Major Programs - The Single Audit Act Amendments of 1996 and OMB Circular A-133 established a risk-based approach for defining Major Federal financial assistance programs. This approach resulted in 26 of 36 Type A programs and 3 Type B programs being selected as major programs for the State of Georgia. For the fiscal year ended June 30, 2006, a Type A program is defined as any Federal program which exceeded \$30,000,000 in expenditures/disbursements/issuances.

Basis of Accounting - The *Schedule of Expenditures of Federal Awards* is prepared using the basis of accounting as described in Note 1 of the *Notes to the Financial Statements* of the Basic Financial Statements (See page 48 of this Report).

Expenditures and Expenses - When a state organization receives Federal monies and redistributes such monies to another state organization, (i.e. pass-through funds from the primary recipient to a subrecipient), the Federal assistance is reported in both the primary recipient's and the subrecipient's accounts. This method of reporting expenditures/expenses results in an overstatement of the aggregate level of Federal expenditures/expenses. Therefore, net Federal expenditures/expenses is reported in the schedule.

OTHER

The following Notes provide additional pertinent information regarding Federal financial assistance.

- (1) Expenditures for these programs include Federal, state and/or other funds. In addition, the Unemployment Insurance program (CFDA NO. 17.225) includes Federal expenditures of \$77,872,164 and State expenditures of \$537,509,751.
- (2) During the fiscal year ended June 30, 2006, the Georgia Department of Human Resources received \$73,231,160 in cash rebates from infant formula manufacturers on sales of formula to participants in the Special Supplemental Food Program for Women, Infants, and Children (WIC) (CFDA NO. 10.557). Rebate contracts with infant formula manufacturers are authorized by 7 CFR E 246.16(a) as a cost containment measure. Rebates represent a reduction of expenditures previously incurred for WIC benefit costs. The rebate contract allowed the Department to serve approximately 103,377 additional persons per month during fiscal year 2006.
- (3) Federally funded loan programs incurred the following current fiscal year monetary and nonmonetary expenditures:

State of Georgia

Notes to the Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

CFDA NUMBER	GRANT PROGRAM	MONETARY			NONMONETARY	
		NEW FEDERAL CAPITAL	FEDERAL REIMBURSEMENT	ADMINISTRATIVE COSTS	LOANS OUTSTANDING AT 06/30/06	LOANS MADE DURING YEAR
23.011	Appalachian State Research, Technical Assistance, and Demonstration Projects (*)	\$ 0	\$ 0	\$ 27,857	\$ 1,460,615	\$ 400,000
66.458	Capitalization Grants for Clean Water State Revolving Funds (*)	\$ 18,778,350	\$ 0	\$ 1,281,636	\$ 262,555,492	\$ 800,000
66.468	Capitalization Grants for Drinking Water State Revolving Funds (*)	\$ 13,118,800	\$ 0	\$ 587,448	\$ 30,320,507	\$ 16,149,471
84.032	Federal Family Education Loans (*)	\$ 0	\$ 0	\$ 0	\$ 1,120,198,017	\$ 138,710,477
84.038	Federal Perkins Loan Program (*)	\$ 3,138	\$ 348,764	\$ 320,929	\$ 37,948,123	\$ 7,768,701
84.226	Income Contingent Loan Program	\$	\$ 0	\$ -816	\$ 48,904	\$ 0
93.342	Health Professions Student Loans, including Primary Care Loans/Loans for Disadvantaged Students	\$ -775,163	\$ 0	\$ 0	\$ 612,764	\$ 0
93.364	Nursing Student Loans (*)	\$	\$ 433	\$ 211	\$ 944,546	\$ 239,034
93.OFA	Other Federal Assistance (*)	\$	\$ 0	\$ -1.73	\$ 9,917	\$ 0

(*) The monetary amount for this program does not equal the monetary amount shown in the schedule. Numerous grants and contracts have been combined for reporting purposes.

(4) Certain programs administered by the Federal government provide goods and services to organizational units of the State in lieu of monetary assistance. An analysis, for major programs, of nonmonetary assistance and the values assigned by the Federal government during the year under review is reflected below:

CFDA
NO.

- 10.550 The reported amounts, incurred by two organizational units of the State, represent the U. S. Department of Agriculture assigned value of the donated commodities for the Food Distribution Program.
- 10.551 The Federal government provides food stamps to low-income households. The amount of food stamp benefits a household receives depends on the household's size and financial circumstances. The Georgia Department of Human Resources is responsible for determining eligibility for participation in the Food Stamp Program. For the year under review, the total value of food stamp benefits distributed as approved by the Department was \$1,092,971,532.
- 93.268 The amount reported represents the U. S. Department of Health and Human Services assigned value of immunizations for vaccine-preventable diseases to eligible individuals.

State of Georgia

Notes to the Schedule of Expenditures of Federal Awards For the Fiscal Year Ended June 30, 2006

(5) Cluster programs are detailed on the *Schedule of Cluster Programs* and identified as follows on the *Schedule of Expenditures of Federal Awards*:

(AC)	Aging
(CCDF)	Child Care and Development Fund
(CNC)	Child Nutrition
(DI/SSI)	Disability Insurance/SSI
(EFAC)	Emergency Food Assistance
(ESC)	Employment Services
(ESCC)	CDBG - Entitlement and (HUD-Administered) Small Cities
(FTC)	Federal Transit
(FWC)	Fish and Wildlife
(FSC)	Food Stamp
(FGCC)	Foster Grandparent/Senior Companion
(HPCC)	Highway Planning and Construction
(HSC)	Highway Safety
(HLS)	Homeland Security
(MC)	Medicaid
(PWEDC)	Public Works and Economic Development Center
(R)	Research and Development
(SEC)	Special Education
(SFA)	Student Financial Aid
(TRIO)	TRIO
(WIA)	WIA

(6) Circular A-133 requires the *Schedule of Expenditures of Federal Awards* to include, to the extent practical, an identification of the total amount provided to subrecipients from each Federal program. Major programs expenditures presented in the schedule account for approximately 74% of total Federal expenditures for the State of Georgia. Provided below is the amount of major programs awards provided to subrecipients:

CFDA NUMBER	GRANT PROGRAM	AMOUNT PROVIDED TO SUBRECIPIENTS
10.550	Food Distribution	\$ 28,452,486
47.076	Education and Human Resources	3,089,874
66.458	Capitalization Grants for Clean Water State Revolving Funds	18,027,216
66.468	Capitalization Grants for Drinking Water State Revolving Funds	30,638,893
81.041	State Energy Program	409,682
81.042	Weatherization Assistance for Low Income Persons	3,427,312
84.048	Vocational Education – Basic Grants to States	36,208,989
84.287	Twenty-First Century Community Learning Centers	23,952,033
84.357	Reading First State Grants	27,688,720
84.938	Hurricane Education Recovery Act Program	55,062,391
	Child Nutrition Cluster	400,533,346
	Research and Development Cluster	41,838,296
	Total	\$ <u><u>669,329,238</u></u>

Schedule of Cluster Programs

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State of Georgia

Schedule of Cluster Programs

For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Aging Cluster (AC)			
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	\$ 8,571,632	
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	13,443,507	
Nutrition Services Incentive Program	93.053	<u>2,283,766</u>	
		\$ <u>24,298,905</u>	
Child Care and Development Fund Cluster (CCDF)			
Child Care and Development Block Grant	93.575	\$ 142,749,474	
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	<u>79,577,522</u>	
		\$ <u>222,326,996</u>	
Child Nutrition Cluster (CNC)			
School Breakfast Program	10.553	\$ 98,723,169	
National School Lunch Program	10.555	391,651,469	
Special Milk Program for Children	10.556	20,055	
Summer Food Service Program for Children	10.559	<u>62,238</u>	
		\$ <u>490,456,931</u>	
Disability Insurance/SSI Cluster (DI/SSI)			
Social Security - Disability Insurance	96.001	\$ <u>49,072,377</u>	
Emergency Food Assistance Cluster (EFAC)			
Emergency Food Assistance Program (Administrative Costs)	10.568	\$ <u>1,365,188</u>	
Employment Service Cluster (ESC)			
Employment Service	17.207	\$ 15,447,919	
Disabled Veterans' Outreach Program (DVOP)	17.801	2,524,720	
Local Veterans' Employment Representative Program	17.804	<u>1,932,503</u>	
		\$ <u>19,905,142</u>	
CDBG - Entitlement and (HUD-Administered)			
Small Cities Cluster (ESCC)			
Community Development Block Grants/Small Cities Program	14.219	\$ <u>20,000</u>	
Federal Transit Cluster (FTC)			
Federal Transit - Capital Investment Grants	20.500	\$ 13,475,411	
Federal Transit - Formula Grants	20.507	<u>8,959,641</u>	
		\$ <u>22,435,052</u>	
Fish and Wildlife Cluster (FWC)			
Sport Fish Restoration	15.605	\$ 5,399,816	
Wildlife Restoration	15.611	<u>4,626,380</u>	
		\$ <u>10,026,196</u>	

State of Georgia

Schedule of Cluster Programs For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Food Stamp Cluster (FSC)			
Food Stamps	10.551		\$ 1,092,971,532
State Administrative Matching Grants for Food Stamp Program	10.561	\$ 61,205,888	
		\$ 61,205,888	\$ 1,092,971,532
Foster Grandparent/Senior Companion Cluster (FGCC)			
Foster Grandparent Program	94.011	\$ 463,664	
Senior Companion Program	94.016	342,053	
		\$ 805,717	
Highway Planning and Construction Cluster (HPCC)			
Highway Planning and Construction	20.205	\$ 1,076,038,756	
Highway Safety Cluster (HSC)			
State and Community Highway Safety	20.600	\$ 7,749,654	
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants Occupant Protection	20.601	2,048,455	
Federal Highway Safety Data Improvements Incentive Grants	20.602	1,608,181	
Safety Incentive Grants for Use of Seatbelts	20.603	126,645	
Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated Persons	20.604	26,713	
		1,953,256	
		\$ 13,512,904	
Homeland Security Cluster (HLS)			
State Domestic Preparedness Equipment Support Programs	97.004	\$ 21,626,392	
Homeland Security Preparedness Technical	97.007	126,411	
Emergency Management Performance Grants	97.042	5,460,280	
Citizen Corps	97.053	31,376	
Metropolitan Medical Response System	97.071	169,522	
State Homeland Security Program (SHSP)	97.073	10,849,875	
Law Enforcement Terrorism Prevention Program (LETPP)	97.074	2,889,955	
		\$ 41,153,810	
Medicaid Cluster (MC)			
State Medicaid Fraud Control Units	93.775	\$ 2,543,547	
State Survey and Certification of Health Care Providers and Suppliers	93.777	3,092,235	
Medical Assistance Program	93.778	4,158,466,484	
		\$ 4,164,102,266	
Public Works and Economic Development Center (PWEDC)			
Grants for Public Works and Economic Development Facilities	11.300	\$ 400,697	
Special Education Cluster (SEC)			
Special Education - Grants to States	84.027	\$ 286,175,332	
Special Education - Preschool Grants	84.173	9,831,518	
		\$ 296,006,850	

State of Georgia

Schedule of Cluster Programs

For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Research and Development Cluster (R)			
Other Federal Assistance	01.XXX	\$ 85,233	
Other Federal Assistance	08.XXX	10,000	
Agricultural Research - Basic and Applied Research	10.001	2,005,613	
Plant and Animal Disease, Pest Control, and Animal Care	10.025	373,507	
Wildlife Services	10.028	801,700	
Bill Emerson Humanitarian Trust	10.079	9,338	
Federal-State Marketing Improvement Program	10.156	43,085	
Grants for Agricultural Research, Special Research Grants	10.200	6,103,971	
Cooperative Forestry Research	10.202	791,748	
Payments to Agricultural Experiment Stations Under the Hatch Act	10.203	4,559,998	
Grants for Agricultural Research - Competitive Research Grants	10.206	2,278,752	
Animal Health and Disease Research	10.207	116,008	
1890 Institution Capacity Building Grants	10.216	2,292,824	
Higher Education Challenge Grants	10.217	49,061	
Biotechnology Risk Assessment Research	10.219	631	
Initiative for Future Agriculture and Food Systems	10.302	520,391	
Integrated Programs	10.303	2,324,499	
Homeland Security - Agricultural	10.304	851,470	
International Science and Education Grants	10.305	20,825	
Rural Self-Help Housing Technical Assistance	10.446	45,005	
Crop Insurance	10.450	137,400	
Commodity Partnerships for Risk Management Education	10.457	4,084	
Cooperative Agreements with States for Intrastate Meat and Poultry Inspection	10.475	46,515	
Meat, Poultry, and Egg Products Inspection	10.477	57,879	
Cooperative Extension Service	10.500	10,300,013	
Foreign Market Development Cooperator Program	10.600	13,404	
Forestry Research	10.652	851,418	
Cooperative Forestry Assistance	10.664	460,475	
Forest Health Protection	10.680	18,904	
Solid Waste Management Grants	10.762	26,330	
Resource Conservation and Development	10.901	19,800	
Soil and Water Conservation	10.902	11,000	
Environmental Quality Incentives Program	10.912	11,523	
Technical Agricultural Assistance	10.960	1,325	
Scientific Cooperation Program	10.961	58,215	
Other Federal Assistance	10.XXX	1,619,148	
ITA Special Projects	11.113	1,065,954	
Grants for Public Works and Economic Development Facilities	11.300	144,855	
Economic Development-Support for Planning Organizations	11.302	633	
Geodetic Surveys and Services (Geodesy and Applications of the National Geodetic Reference System)	11.400	106,066	
Sea Grant Support	11.417	2,100,399	
Coastal Zone Management Administration Awards	11.419	1,837	
Coastal Zone Management Estuarine Research Reserves	11.420	14,095	
Financial Assistance for National Centers for Coastal Ocean Science	11.426	22,523	
Undersea Research	11.430	114,556	
Climate and Atmospheric Research	11.431	486,361	

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Schedule of Cluster Programs

For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Research and Development Cluster (R)			
Office of Oceanic and Atmospheric Research (OAR) Joint and Cooperative Institutes	11.432	\$ 15,562	
Pacific Fisheries Data Program	11.437	49,034	
Environmental Sciences, Applications, Data, and Education	11.440	434	
Unallied Industry Projects	11.452	246,069	
Special Oceanic and Atmospheric Projects	11.460	273,301	
Habitat Conservation	11.463	642,123	
Center for Sponsored Coastal Ocean Program - Coastal Ocean Program	11.478		378
Measurement and Engineering Research and Standards	11.609	107,571	
Minority Business Development Centers	11.800	116,607	
Other Federal Assistance	11.XXX	1,308,480	
Aquatic Plant Control	12.100	20,406,554	
Collaborative Research and Development	12.114	116,616	
Basic and Applied Scientific Research	12.300	44,732,649	
Military Medical Research and Development	12.420	286,598	
Basic Scientific Research	12.431	13,087,548	
Basic, Applied, and Advanced Research in Science and Engineering	12.630		3,619,739
Air Force Defense Research Sciences Program	12.800	58,967,782	
Mathematical Sciences Grants Program	12.901	85,168	
Research and Technology Development	12.910	2,149,909	
Other Federal Assistance	12.XXX	1,853,704	
Early Doctoral Student Research Grants	14.517	5,229	
Healthy Homes Technical Studies Grants	14.906	214,609	
Other Federal Assistance	14.XXX	128,001	
Water Desalination Research And Development Program	15.506	24,578	
Fish and Wildlife Management Assistance	15.608	130,559	
Wildlife Restoration	15.611	19,112	
Cooperative Endangered Species Conservation Fund	15.615	22,452	
North American Wetlands Conservation Fund	15.623	14,236	
Conservation Grants Private Stewardship For Imperiled Species	15.632	55,373	
State Wildlife Grants	15.634	25,984	
Challenge Cost Share	15.642	15,182	
Assistance to State Water Resources Research Institutes	15.805	111,988	
U.S. Geological Survey - Research and Data Acquisition	15.808	1,122,971	
Gap Analysis Program	15.811	4,459	
Cooperative Research Units Program	15.812	100,910	
Technical Preservation Services	15.915	15,670	
National Maritime Heritage Grants	15.925	20,598	
Other Federal Assistance	15.XXX	622,335	
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560		869,317
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580		928,658
Public Safety Partnership and Community Policing Grants	16.710	33,925	
Other Federal Assistance	16.XXX	2,017,371	
Employment Services and Job Training Pilots - Demonstrations and Research	17.249		3,893

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Schedule of Cluster Programs

For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Research and Development Cluster (R)			
Employment and Training Administration Pilots, Demonstrations and Research Projects	17.261	\$	-217
Occupational Safety and Health - Susan Harwood Training Grants	17.502		47,130
Other Federal Assistance	17.XXX		305,501
Educational Exchange - Graduate Students	19.400		449,178
Educational Exchange - University Lecturers (Professors) and Research Scholars	19.401		181
Professional Development - International Educators/Administrators	19.404		31,730
College and University Affiliations Program	19.406		75,314
Professional Exchanges - Annual Open Grant	19.415		91,664
Educational Exchange_Fulbright American Studies Institutes	19.418		3,817
Educational Partnerships Program	19.424		149,892
Middle East Partnership Initiative (MEPI)	19.500		78,083
Other Federal Assistance	19.XXX		869,736
Airport Improvement Program	20.106		57,861
Aviation Research Grants	20.108		599,821
Air Transportation Centers of Excellence	20.109		249,924
Highway Research and Development Program	20.200		174,557
Highway Planning and Construction	20.205		74,299
Motor Carrier Safety	20.217		240,077
Transit Planning and Research	20.514		412,108
State and Community Highway Safety	20.600		48,133
Federal Highway Safety Data Improvements Incentive Grants	20.603		10,090
University Transportation Centers Program	20.701		99,420
University Transportation Centers	20.760		14,846
Other Federal Assistance	20.XXX		331,224
Labor Management Cooperation	34.002		49,970
Other Federal Assistance	39.XXX		2,613,566
Library Of Congress - Library Services	42.006		-6,354
Aerospace Education Services Program	43.001		241,860
Technology Transfer	43.002		18,887,933
Other Federal Assistance	43.XXX		1,276,426
Promotion of the Arts - Grants to Organizations and Individuals	45.024		10,774
Promotion of the Arts - Leadership Initiatives	45.026		3,118
Promotion of the Humanities - Federal/State Partnership	45.129		7,749
Promotion of the Humanities - Division of Preservation and Access	45.149		4,806
Promotion of the Humanities - Professional Development	45.163		41,291
National Leadership Grants	45.312		68,013
Other Federal Assistance	45.XXX		133,338
Engineering Grants	47.041		19,049,130
Mathematical and Physical Sciences	47.049		11,842,955
Geosciences	47.050		7,346,404
Computer and Information Science and Engineering	47.070		10,577,140
Biological Sciences	47.074		16,256,424
Social, Behavioral, and Economic Sciences	47.075		6,677,933
Education and Human Resources	47.076		9,750,224

State of Georgia

Schedule of Cluster Programs

For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Research and Development Cluster (R)			
Polar Programs	47.078	\$ 1,371,472	
International Science and Engineering (OISE)	47.079	84,773	
Other Federal Assistance	47.XXX	2,206,318	
Securities_Investigation Of Complaints and SEC Information	58.001	7,516	
Small Business Development Center	59.037	2,649,730	
Other Federal Assistance	59.XXX	738	
Other Federal Assistance	62.XXX	4,992	
Other Federal Assistance	64.XXX	58,414	
Air Pollution Control Program Support	66.001	14,997	
Water Pollution Control - State and Interstate Program Support	66.419	-5,475	
Surveys, Studies, Investigations, Demonstrations, and Training Grants and Cooperative Agreements - Section 104(b)(3) of the Clean Water Act	66.436		25,899
Targeted Watershed Grants	66.439	23,463	
Water Quality Management Planning	66.454	-1,752	
Water Quality Cooperative Agreements	66.463	29,046	
Environmental Protection - Consolidated Research	66.500	73,221	
Science to Achieve Results (STAR) Program	66.509	1,687,793	
Office of Research and Development Consolidated Research/Training	66.511		118,079
Science To Achieve Results (Star) Fellowship Program	66.514	42,403	
Surveys, Studies, Investigations and Special Purpose Grants	66.606	121,370	
Surveys, Studies, Investigations, Training Demonstrations and Educational Outreach	66.716		43,355
Brownfields Training, Research, And Technical Assistance Grants And Cooperative Agreements	66.814		57,241
Environmental Education and Training Program	66.950	102,116	
Environmental Education Grants	66.951	14,749	
Other Federal Assistance	66.XXX	596,912	
Radiation Control_Training Assistance and Advisory Counseling	77.001	75,550	
Commodity Futures Reparations Claims	78.004	14,220	
Inventions and Innovations	81.036	157	
State Energy Program	81.049	6,303,849	
Office Of Science Financial Assistance Program	81.057	71,982	
Office of Scientific and Technical Information	81.064	1,256	
Conservation Research and Development	81.086	1,125,835	
Renewable Energy Research and Development	81.087	739,551	
Fossil Energy Research and Development	81.089	426,590	
Office of Science and Technology for Environmental Management	81.104		4,071
Epidemiology and Other Health Studies Financial Assistance Program	81.108		77,153
Defense Nuclear Nonproliferation Research	81.113	202,097	
University Nuclear Science and Reactor Support	81.114	274,920	
Nuclear Energy Research, Development and Demonstration	81.121		181,107
Other Federal Assistance	81.XXX	15,874,174	
Other Federal Assistance	82.XXX	-3,029	
Undergraduate International Studies and Foreign	84.016		

State of Georgia

Schedule of Cluster Programs

For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Research and Development Cluster (R)			
Language Programs		\$ 122,910	
International Research and Studies	84.017	75,278	
International: Overseas - Group Projects Abroad	84.021	96,811	
Federal Work-Study Program	84.033	411,595	
TRIO_Student Support Services	84.042	188,041	
TRIO - Talent Search	84.044	403,078	
TRIO - Upward Bound	84.047	631,410	
TRIO - Educational Opportunity Centers	84.066	456,636	
Fund for the Improvement of Postsecondary Education	84.116	780,300	
National Institute on Disability and Rehabilitation Research	84.133	1,960,560	
Graduate Assistance in Areas of National Need	84.200	21,269	
Fund for the Improvement of Education	84.215	55,369	
Assistive Technology	84.224	72,852	
Rehabilitation Services Demonstration and Training Programs	84.235	27,000	
Civic Education - Cooperative Education Exchange Program	84.304	57,689	
Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities	84.324		511,148
Special Education - Personnel Preparation to Improve Services and Results for Children with Disabilities	84.325		348,486
Special Education - Technology and Media Services for Individuals with Disabilities	84.327		60,849
Demonstration Projects to Ensure Students with Disabilities Receive a Higher Education	84.333		134,375
Teacher Quality Enhancement Grants	84.336	689,928	
Preparing Tomorrow's Teachers to Use Technology	84.342	332,263	
Transition to Teaching	84.350	604,913	
Arts in Education	84.351	58,757	
Improving Teacher Quality State Grants	84.367	1,983,820	
National Writing Project	84.928	49,843	
Other Federal Assistance	84.XXX	257,134	
Other Federal Assistance	88.XXX	36,437	
National Historical Publications and Records Grants	89.003	71,923	
Help American Vote College Pollworker Program	90.400	120,801	
Unsolicited Grant Program	91.001	101,213	
Nutrition Services Incentive Program	93.061	801,869	
Food and Drug Administration - Research	93.103	213,799	
Biological Response to Environmental Health Hazards	93.113	464,721	
Applied Toxicological Research and Testing	93.114	293,615	
Biometry and Risk Estimation - Health Risks from Environmental Exposures	93.115		150,248
Oral Diseases and Disorders Research	93.121	1,212,447	
Primary Care Services - Resource Coordination and Development	93.130		184
Grants to Increase Organ Donations	93.134	21,204	
Centers for Research and Demonstration for Health Promotion and Disease Prevention	93.135		48,460
Injury Prevention and Control Research and State and Community Based Programs	93.136		860,942
Rural Health Research Centers	93.155	129,255	

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Schedule of Cluster Programs

For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Research and Development Cluster (R)			
Health Program for Toxic Substances and Disease Registry	93.161	\$ 480,803	
Research Related to Deafness and Communication Disorders	93.173	2,135,523	
Research and Training in Complementary and Alternative Medicine	93.213	270,100	
Research on Healthcare Costs, Quality and Outcomes	93.226	303,285	
Consolidated Knowledge Development and Application (KD&A) Program	93.230		15,974
Policy Research and Evaluation Grants	93.239		30,474
Mental Health Research Grants	93.242	5,498,063	
Substance Abuse and Mental Health Services - Projects of Regional and National Significance	93.243		380,775
State Planning Grant - Health Care Access for the Uninsured	93.256		100,061
Occupational Safety and Health Research Grants	93.262		4,836
Alcohol Research Programs	93.273	568,057	
Drug Abuse National Research Service Awards for Research Training	93.278		9,859
Drug Abuse Research Programs	93.279	3,466,615	
Mental Health Research Career/Scientist Development Awards	93.281	259,210	
Mental Health National Research Service Awards for Research Training	93.282		441
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283		802,446
Biomedical Imaging Research	93.286	4,857,919	
National Center for Health Workforce Analysis	93.300		1,908
Comparative Medicine	93.306		98,813
Minority Health and Health Disparities Research	93.307	217,346	
Advanced Education Nurse Traineeships	93.358		13,746
Nursing Research	93.361	358,805	
Biomedical Technology	93.371		2,573
Minority Biomedical Research Support	93.375		304,668
Research Infrastructure	93.389	4,651,958	
Cancer Cause and Prevention Research	93.393	1,027,933	
Cancer Detection and Diagnosis Research	93.394	340,744	
Cancer Treatment Research	93.395	1,694,792	
Cancer Biology Research	93.396	1,553,811	
Cancer Research Manpower	93.398		46,333
Cancer Control	93.399		438,978
Promoting Safe and Stable Families	93.556		1
Temporary Assistance for Needy Families	93.558		1,851
Child Support Enforcement Research	93.564		18,251
Child Care and Development Block Grant	93.575		30,289
Family Violence Prevention and Services/Grants for Battered Women's Shelter - Discretionary Grants	93.592		422,628
Head Start	93.600		2,062
Developmental Disabilities Projects of National Significance	93.631		1,396
Developmental Disabilities University Affiliated Programs	93.632	463,477	
Social Services Research and Demonstration	93.647	139,266	
Child Abuse and Neglect Discretionary Activities	93.670		19,250
Cell Biology and Biophysics Research	93.821		228,605
Heart and Vascular Diseases Research	93.837	15,245,211	

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Schedule of Cluster Programs

For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Research and Development Cluster (R)			
Lung Diseases Research	93.838	\$ 676,538	
Blood Diseases and Resources Research	93.839	3,030,944	
Arthritis, Musculoskeletal and Skin Diseases Research	93.846	1,250,721	
Diabetes, Endocrinology and Metabolism Research	93.847	3,595,725	
Digestive Diseases and Nutrition Research	93.848	2,706,578	
Kidney Diseases, Urology and Hematology Research	93.849	1,924,633	
Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853	6,219,150	
Allergy, Immunology and Transplantation Research	93.855	6,051,448	
Microbiology and Infectious Diseases Research	93.856	9,586,587	
Pharmacology, Physiology, and Biorelated Chemistry Research	93.859	15,065,639	
Genetics and Developmental Biology Research and Research Training	93.862	911,606	
Population Research	93.864	1,132,230	
Center for Research for Mothers and Children	93.865	6,773,077	
Aging Research	93.866	4,455,922	
Vision Research	93.867	1,573,624	
Medical Library Assistance	93.879	95,628	
Health Care and Other Facilities	93.887	5,890,401	
Rural Health Care Services Outreach and Rural Health Network Development Program	93.912	816,907	
Center for Medical Rehabilitation Research	93.929	-111	
HIV Prevention Activities_Health Department Based	93.940	51,865	
HIV Demonstration, Research, Public and Professional Education Projects	93.941	5,490	
Epidemiologic Research Studies of Acquired Immunodeficiency Syndrome (AIDS) and Human Immunodeficiency Virus (HIV) Infection in Selected Population Groups	93.943	525,946	
Block Grants for Community Mental Health Services	93.958	138,305	
Block Grants for Prevention and Treatment of Substance Abuse	93.959	384,579	
Geriatric Education Centers	93.969	36,366	
Cooperative Agreements for State-Based Diabetes Control Programs and Evaluation of Surveillance Systems	93.988	52,026	
Senior International Fellowships	93.989	605,782	
Other Federal Assistance	93.XXX	4,411,212	
Other Federal Assistance	97.XXX	-20,606	
USAID Foreign Assistance for Programs Overseas	98.001	199,682	
Cooperative Development Program (CDP)	98.002	46,163	
Other Federal Assistance	98.XXX	3,314,613	
		<u>\$ 482,432,767</u>	

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Schedule of Cluster Programs

For the Fiscal Year Ended June 30, 2006

	<u>CFDA NUMBER</u>	<u>MONETARY EXPENDITURES</u>	<u>NONMONETARY EXPENDITURES</u>
Student Financial Aid Cluster (SFA)			
Federal Supplemental Educational Opportunity Grants	84.007	\$ 8,677,891	
Federal Family Education Loans	84.032	43,815,801	\$ 1,120,198,017
Federal Work-Study Program	84.033	9,716,170	
Federal Perkins Loan Program - Federal Capital Contributions	84.038	726,128	37,948,123
Federal Pell Grant Program	84.063	230,988,220	
Federal Direct Student Loans	84.268	386,307,259	
Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students	93.342	-775,163	612,764
Nursing Student Loans	93.364	644	944,546
Scholarships for Health Professions Students from Disadvantaged Backgrounds	93.925	240,252	
		<u>\$ 679,697,202</u>	<u>\$ 1,159,703,450</u>
TRIO Cluster (TRIO)			
TRIO - Student Support Services	84.042	\$ 2,069,149	
TRIO - Talent Search	84.044	2,059,805	
TRIO - Upward Bound	84.047	4,599,747	
TRIO - Educational Opportunity Centers	84.066	1,358,894	
TRIO - McNair Post-Baccalaureate Achievement	84.217	463,779	
		<u>\$ 10,551,374</u>	
WIA Cluster (WIA)			
WIA Adult Program	17.258	\$ 27,412,712	
WIA Youth Activities	17.259	21,551,429	
WIA Dislocated Workers	17.260	30,256,406	
		<u>\$ 79,220,547</u>	

Auditee's Responses

**Summary Schedule of Prior Year
Findings and Questioned Costs**

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State of Georgia

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

<u>FINDING CONTROL NUMBER</u>	<u>AUDITEE RESPONSE/STATUS</u>	<u>COMMENTS</u>
<u>PRIOR YEAR FINANCIAL STATEMENT FINDINGS AND QUESTIONED COSTS</u>		
<i>Department of Agriculture</i>		
FS-402-03-01	Further Action Not Warranted	
<i>Statewide</i>		
FS-407-05-01	Unresolved	See Comments Page 313
FS-407-05-02	Unresolved	See Comments Page 313
<i>Department of Insurance</i>		
FS-408-04-01	Previously Reported Corrective Action Implemented	
FS-408-04-03	Previously Reported Corrective Action Implemented	
FS-408-04-04	Unresolved	See Comments Page 313
FS-408-04-05	Unresolved	See Comments Page 314
FS-408-05-01	Previously Reported Corrective Action Implemented	
FS-408-05-02	Previously Reported Corrective Action Implemented	
FS-408-05-03	Unresolved	See Comments Page 314
<i>Department of Education</i>		
FS-414-02-04	Previously Reported Corrective Action Implemented	
FS-414-04-02	Partially Resolved	See Comments Page 314
FS-414-04-04	Partially Resolved	See Comments Page 314
FS-414-04-05	Unresolved	See Comments Page 314
FS-414-05-01	Partially Resolved	See Comments Page 315
FS-414-05-02	Unresolved	See Comments Page 315
<i>*Department of Community Health</i>		
FS-419-04-01	Further Action Not Warranted	
FS-419-04-04	Further Action Not Warranted	
FS-419-04-05	Previously Reported Corrective Action Implemented	
FS-419-04-07	Previously Reported Corrective Action Implemented	
FS-419-05-01	Partially Resolved	See Comments Page 316
FS-419-05-02	Unresolved	See Comments Page 316
FS-419-05-03	Previously Reported Corrective Action Implemented	
<i>State Forestry Commission</i>		
FS-420-05-01	Unresolved	See Comments Page 317
FS-420-05-02	Unresolved	See Comments Page 317
FS-420-05-03	Further Action Not Warranted	
<i>Department of Human Resources</i>		
FS-427-03-02	Further Action Not Warranted	
FS-427-04-01	Further Action Not Warranted	
FS-427-04-02	Further Action Not Warranted	
FS-427-04-03	Previously Reported Corrective Action Implemented	
FS-427-05-01	Partially Resolved	See Comments Page 317
FS-427-05-02	Unresolved	See Comments Page 318
FS-427-05-03	Previously Reported Corrective Action Implemented	
FS-427-05-04	Partially Resolved	See Comments Page 318
FS-427-05-05	Partially Resolved	See Comments Page 318
FS-427-05-06	Partially Resolved	See Comments Page 318
FS-427-05-07	Partially Resolved	See Comments Page 319
<i>Department of Labor</i>		
FS-440-04-13	Further Action Not Warranted	
FS-440-05-01	Previously Reported Corrective Action Implemented	

State of Georgia

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

FINDING CONTROL NUMBER	AUDITEE RESPONSE/STATUS	COMMENTS
FS-440-05-02	Previously Reported Corrective Action Implemented	
FS-440-05-03	Previously Reported Corrective Action Implemented	
FS-440-05-04	Previously Reported Corrective Action Implemented	
FS-440-05-05	Previously Reported Corrective Action Implemented	
FS-440-05-06	Unresolved	See Comments Page 320
FS-440-05-07	Unresolved	See Comments Page 320
FS-440-05-08	Partially Resolved	See Comments Page 320
FS-440-05-09	Unresolved	See Comments Page 321
FS-440-05-10	Previously Reported Corrective Action Implemented	
FS-440-05-11	Unresolved	See Comments Page 321
FS-440-05-12	Partially Resolved	See Comments Page 321
<i>Department of Juvenile Justice</i>		
FS-461-05-01	Partially Resolved	See Comments Page 321
FS-461-05-02	Partially Resolved	See Comments Page 322
<i>Department of Natural Resources</i>		
FS-462-04-01	Previously Reported Corrective Action Implemented	
FS-462-04-02	Partially Resolved	See Comments Page 322
FS-462-05-01	Partially Resolved	See Comments Page 322
FS-462-05-02	Partially Resolved	See Comments Page 322
FS-462-05-03	Partially Resolved	See Comments Page 323
FS-462-05-04	Further Action Not Warranted	
<i>Department of Corrections</i>		
FS-467-05-01	Unresolved	See Comments Page 323
FS-467-05-02	Partially Resolved	See Comments Page 323
<i>Georgia Bureau of Investigation</i>		
FS-471-05-01	Further Action Not Warranted	
<i>Department of Revenue</i>		
FS-474-04-02	Previously Reported Corrective Action Implemented	
FS-474-04-03	Unresolved	See Comments Page 323
FS-474-04-05	Partially Resolved	See Comments Page 324
FS-474-05-01	Previously Reported Corrective Action Implemented	
FS-474-05-02	Unresolved	See Comments Page 324
<i>Georgia Student Finance Commission</i>		
FS-476-01-07	Previously Reported Corrective Action Implemented	
<i>Department of Transportation</i>		
FS-484-05-01	Previously Reported Corrective Action Implemented	
<i>Department of Veterans Service</i>		
FS-488-04-02	Previously Reported Corrective Action Implemented	
FS-488-05-01	Partially Resolved	See Comments Page 324
<i>Georgia Institute of Technology</i>		
FS-503-04-01	Further Action Not Warranted	
FS-503-05-01	Partially Resolved	See Comments Page 324
FS-503-05-03*	Previously Reported Corrective Action Implemented	
<i>Georgia State University</i>		
FS-509-04-02	Further Action Not Warranted	
FS-509-04-03	Further Action Not Warranted	
FS-509-05-01	Previously Reported Corrective Action Implemented	
FS-509-05-02	Previously Reported Corrective Action Implemented	
FS-509-05-03	Previously Reported Corrective Action Implemented	

State of Georgia

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

FINDING CONTROL NUMBER	AUDITEE RESPONSE/STATUS	COMMENTS
FS-509-05-04	Unresolved	See Comments Page 325
<i>University of Georgia</i>		
FS-518-04-01	Partially Resolved	See Comments Page 325
FS-518-05-01	Partially Resolved	See Comments Page 325
<i>Albany State University</i>		
FS-521-04-01	Further Action Not Warranted	
FS-521-04-02	Further Action Not Warranted	
FS-521-05-01	Partially Resolved	See Comments Page 327
FS-521-05-02	Previously Reported Corrective Action Implemented	
FS-521-05-04	Unresolved	See Comments Page 328
FS-521-05-06	Partially Resolved	See Comments Page 328
FS-521-05-07	Previously Reported Corrective Action Implemented	
<i>Clayton State University</i>		
FS-528-04-01	Further Action Not Warranted	
FS-528-05-01	Previously Reported Corrective Action Implemented	
<i>Fort Valley State University</i>		
FS-533-05-01	Unresolved	See Comments Page 329
FS-533-05-02	Unresolved	See Comments Page 330
FS-533-05-04	Unresolved	See Comments Page 330
<i>Savannah State University</i>		
FS-548-04-04	Further Action Not Warranted	
FS-548-05-02	Partially Resolved	See Comments Page 330
<i>Floyd College</i>		
FS-573-04-01	Further Action Not Warranted	
FS-573-04-02	Previously Reported Corrective Action Implemented	
FS-573-04-03	Further Action Not Warranted	
FS-573-05-01	Unresolved	See Comments Page 331
FS-573-05-02	Previously Reported Corrective Action Implemented	
FS-573-05-03	Unresolved	See Comments Page 331
FS-573-05-04	Unresolved	See Comments Page 331
<i>Middle Georgia College</i>		
FS-584-05-01	Previously Reported Corrective Action Implemented	
<i>South Georgia College</i>		
FS-587-05-01	Unresolved	See Comments Page 332
<i>Atlanta Technical College</i>		
FS-823-05-01	Unresolved	See Comments Page 332
<i>East Central Technical College</i>		
FS-825-05-01	Partially Resolved	See Comments Page 332
<i>West Central Technical College</i>		
FS-826-05-01	Previously Reported Corrective Action Implemented	
<i>Dekalb Technical College</i>		
FS-830-04-01	Partially Resolved	See Comments Page 332
FS-830-05-01	Unresolved	See Comments Page 333
FS-830-05-03	Unresolved	See Comments Page 333
FS-830-05-04	Previously Reported Corrective Action Implemented	
<i>Lanier Technical College</i>		
FS-834-05-01	Unresolved	See Comments Page 333
<i>Savannah Technical College</i>		
FS-841-05-01	Partially Resolved	See Comments Page 333

State of Georgia

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

FINDING CONTROL NUMBER	AUDITEE RESPONSE/STATUS	COMMENTS
<i>* Georgia Higher Education Assistance Corporation</i>		
FS-918-05-01	Unresolved	See Comments Page 334
FS-918-05-02	Unresolved	See Comments Page 334
FS-918-05-03	Previously Reported Corrective Action Implemented	
FS-918-05-04	Unresolved	See Comments Page 334
<i>Georgia Agricultural Exposition Authority</i>		
FS-926-04-02	Previously Reported Corrective Action Implemented	
FS-926-05-02	Previously Reported Corrective Action Implemented	
<i>*State Road and Tollway Authority</i>		
FS-927-04-02	Partially Resolved	See Comments Page 335
<i>Georgia Agrirama Development Authority</i>		
FS-940-04-01	Further Action Not Warranted	
FS-940-04-02	Further Action Not Warranted	
FS-940-05-01	Partially Resolved	See Comments Page 335
FS-940-05-02	Partially Resolved	See Comments Page 335
<i>Georgia Golf Hall of Fame Board</i>		
FS-958-03-01	Previously Reported Corrective Action Implemented	
FS-958-04-01	Previously Reported Corrective Action Implemented	
<i>Georgia Public Telecommunications Commission</i>		
FS-977-01-01	Previously Reported Corrective Action Implemented	
FS-977-05-01	Previously Reported Corrective Action Implemented	
<i>Georgia Technology Authority</i>		
FS-980-04-01	Previously Reported Corrective Action Implemented	
FS-980-05-01	Previously Reported Corrective Action Implemented	

PRIOR YEAR FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

<i>Department of Administrative Services</i>		
FA-403-04-01	Further Action Not Warranted	
FA-403-05-01	Unresolved	See Comments Page 313
<i>Department of Education</i>		
FA-414-02-02	Unresolved	See Comments Page 315
FA-414-02-04	Further Action Not Warranted	
FA-414-02-05	Further Action Not Warranted	
FA-414-04-01	Partially Resolved	See Comments Page 315
FA-414-04-03	Further Action Not Warranted	
FA-414-05-02	Further Action Not Warranted	
FA-414-05-03	Partially Resolved	See Comments Page 316
<i>* Department of Community Health</i>		
FA-419-04-01	Further Action Not Warranted	
FA-419-04-04	Further Action Not Warranted	
FA-419-04-05	Previously Reported Corrective Action Implemented	
FA-419-04-07	Previously Reported Corrective Action Implemented	
FA-419-05-01	Partially Resolved	See Comments Page 317
FA-419-05-02	Unresolved	See Comments Page 317
FA-419-05-03	Previously Reported Corrective Action Implemented	
<i>Office of the Governor</i>		
FA-422-05-01	Previously Reported Corrective Action Implemented	
FA-422-05-02	Previously Reported Corrective Action Implemented	

State of Georgia

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

FINDING CONTROL NUMBER	AUDITEE RESPONSE/STATUS	COMMENTS
<i>Department of Human Resources</i>		
FA-427-03-01	Further Action Not Warranted	
FA-427-04-01	Further Action Not Warranted	
FA-427-04-06	Further Action Not Warranted	
FA-427-04-10	Partially Resolved	See Comments Page 319
FA-427-05-01	Unresolved	See Comments Page 320
FA-427-05-02	Previously Reported Corrective Action Implemented	
FA-427-05-03	Partially Resolved	See Comments Page 320
FA-427-05-04	Partially Resolved	See Comments Page 320
<i>Department of Early Care and Learning</i>		
FA-469-02-01	Further Action Not Warranted	
<i>Georgia Institute of Technology</i>		
FA-503-05-01	Previously Reported Corrective Action Implemented	
FA-503-05-04*	Previously Reported Corrective Action Implemented	
FA-503-05-05*	Previously Reported Corrective Action Implemented	
FA-503-05-06*	Previously Reported Corrective Action Implemented	
FA-503-05-07*	Previously Reported Corrective Action Implemented	
FA-503-05-08*	Previously Reported Corrective Action Implemented	
FA-503-05-10*	Previously Reported Corrective Action Implemented	
FA-503-05-11*	Previously Reported Corrective Action Implemented	
FA-503-05-12*	Previously Reported Corrective Action Implemented	
<i>University of Georgia</i>		
FA-518-05-01	Partially Resolved	See Comments Page 325
FA-518-05-02	Partially Resolved	See Comments Page 326
<i>Albany State University</i>		
FA-521-04-01	Further Action Not Warranted	
FA-521-04-02	Further Action Not Warranted	
FA-521-04-03	Further Action Not Warranted	
FA-521-04-04	Further Action Not Warranted	
FA-521-05-01	Unresolved	See Comments Page 329
FA-521-05-02	Previously Reported Corrective Action Implemented	
FA-521-05-03	Partially Resolved	See Comments Page 329
FA-521-05-04	Previously Reported Corrective Action Implemented	
FA-521-05-05	Unresolved	See Comments Page 329
FA-521-05-06	Previously Reported Corrective Action Implemented	
FA-521-05-07	Unresolved	See Comments Page 329
<i>Clayton State University</i>		
FA-528-05-01	Previously Reported Corrective Action Implemented	
FA-528-05-02	Previously Reported Corrective Action Implemented	
FA-528-05-03	Unresolved	See Comments Page 329
<i>Columbus State University</i>		
FA-530-03-01	Previously Reported Corrective Action Implemented	
<i>Fort Valley State University</i>		
FA-533-02-01	Unresolved	See Comments Page 330
FA-533-04-01	Unresolved	See Comments Page 330
FA-533-04-02	Further Action Not Warranted	
FA-533-05-01	Previously Reported Corrective Action Implemented	
FA-533-05-02	Previously Reported Corrective Action Implemented	
FA-533-05-03	Unresolved	See Comments Page 330

State of Georgia

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

<u>FINDING</u> <u>CONTROL</u> <u>NUMBER</u>	<u>AUDITEE RESPONSE/STATUS</u>	<u>COMMENTS</u>
<i>Savannah State University</i>		
FA-548-01-07	Previously Reported Corrective Action Implemented	
FA-548-02-01	Previously Reported Corrective Action Implemented	
FA-548-02-03	Previously Reported Corrective Action Implemented	
FA-548-03-02	Previously Reported Corrective Action Implemented	
FA-548-04-01	Previously Reported Corrective Action Implemented	
<i>Southern Polytechnic State University</i>		
FA-550-00-04	Partially Resolved	See Comments Page 331
<i>Dekalb Technical College</i>		
FA-830-05-01	Unresolved	See Comments Page 333
<i>* Georgia Higher Education Assistance Corporation</i>		
FA-918-04-01	Further Action Not Warranted	
FA-918-04-02	Further Action Not Warranted	
FA-918-04-04	Further Action Not Warranted	
FA-918-04-05	Further Action Not Warranted	
FA-918-05-01	Unresolved	See Comments Page 334
FA-918-05-02	Unresolved	See Comments Page 334
FA-918-05-03	Previously Reported Corrective Action Implemented	
FA-918-05-04	Unresolved	See Comments Page 334

*Audit Follow-up was performed by Other Auditors.

State of Georgia

Auditee's Response Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

DEPARTMENT OF ADMINISTRATIVE SERVICES

Finding Control Number: **FA-403-05-01**
ALLOWABLE COST/COST PRINCIPLES
Failure to submit the statewide cost allocation plan

DOAS agrees that the State-Wide Cost Allocation Plans have not been submitted to the U. S. Department of Health and Human Services in accordance with OMB Circular A-87. It is our understanding that the most recently approved SWCAP will continue to be used as fixed costs until actual costs are known. When the subsequent year plan is prepared, appropriate adjustments are made to reflect the carry-forward adjustments. Office of Management and Budget Circular A-87 Attachment C, Section G, #3 states:

Carry-forward adjustments of allocated central service costs: allocated central service costs are usually negotiated and approved for a future fiscal year on a "fixed with carry-forward" basis. Under this procedure, the fixed amounts for the future year covered by agreement are not subject to adjustment for that year. However, when the actual costs of the year involved become known, the differences between the fixed amounts previously approved and the actual costs will be carried forward and used as an adjustment to the fixed amounts established for a later year.

The fiscal year 2003 Statewide Cost Allocation Plan has been completed and filed with the U.S. Department of Health and Human Services. Preparation of the fiscal year 2004 and 2005 plans is currently being completed for final review by the Department of Administrative Services and the State Accounting Office. Preparation of the fiscal year 2006 will begin after submission of the 2005 plan.

STATE ACCOUNTING OFFICE

Finding Control Number: **FS-407-05-01**
CAPITAL ASSETS
Inadequate Capital Asset Records

Resource limitations and project prioritization resulted in the State Accounting Office's inability to address this issue on a timely basis. A project team has been assembled, and a plan is in development as of the date of this response. We expect the resulting policies and procedures will address the deficiencies noted.

Finding Control Number: **FS-407-05-02**
CAPITAL ASSETS
Inadequate Lease Obligation Records

Resource limitations and project prioritization resulted in the State Accounting Office's inability to address this issue on a timely basis. A project team has been assembled, and a plan is in development as of the date of this response. We expect the resulting policies and procedures will address the deficiencies noted.

DEPARTMENT OF INSURANCE

Finding Control Number: **FS-408-04-04**
GENERAL LEDGER
Deficiencies in Accounting Procedures – Fund Source Program Codes are not used as intended.

The Office of Commissioner of Insurance will establish a new procedure to ensure that the program codes are used in accordance with the Accounting Procedures Manual for the State of Georgia.

State of Georgia

Auditee's Response Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

Finding Control Number: **FS-408-04-05**
GENERAL LEDGER
Deficiencies in Accounting Procedures – Clearing Account Balances

The agency is researching the entries to distribute the amounts to the appropriate accounts. Once the appropriate entries have been identified, steps will be taken to clear the balances in the clearing accounts.

Finding Control Number: **FS-408-05-03**
GENERAL LEDGER
Deficiencies in Accounting Procedures – Fund Source Program Codes are not used as intended

Fund Codes and Programs are established and set-up correctly, however they are not being utilized correctly.

DEPARTMENT OF EDUCATION

Finding Control Number: **FS-414-04-02**
CAPITAL ASSETS
Inadequate Capital Asset Records

During fiscal year 2005 GaDOE converted valued amounts from its previously reported appraised value for buildings to an estimated historical amount. Corrections were also made to in-service and acquisition dates in order for accurate amounts of depreciation to be reflected on the general ledger.

GaDOE plans to have its land appraised, and recorded in the asset management system at an estimated historical cost.

Finding Control Number: **FS-414-04-04**
EQUIPMENT AND REAL PROPERTY MANAGEMENT
Inadequacies in Operation of Property Management System

GaDOE is in the process of reconciling equipment additions to the general ledger expenditure accounts. The reconciliation for April and May, 2006 are being performed. Once these records have been reconciled, GaDOE plans to require the reconciliation to be performed on a monthly basis. This will ensure that items are recorded at the proper amount. This process will be implemented in FY07.

GaDOE conducted an agency-wide physical inventory, which was completed in March 2005. While conducting the physical inventory, a new scanning process was used to re-decal all equipment and to record the information. A process was used to identify/ reconcile the actual pieces of equipment to the property inventory records. Any items not on the inventory records were added, and any items on the inventory listing that were not physically located were put on a list of missing items. In April 2005, a list of missing items was sent to each Program Manager within GaDOE requesting that the units look for the items and identify the items that were missing.

GaDOE is going to proceed with steps to remove missing items that were used in old projects from the equipment inventory records.

Finding Control Number: **FS-414-04-05**
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Inadequacies in Accounting Records

GaDOE has worked with program management staff and data collections staff to identify a more relevant and accurate methodology for the calculation of this grant. It was determined that the FTE-2 count of each year (December 1 count), which identifies students served for a variety of federal IDEA reports, provided a more realistic and timely measure of services provided for this population of students. This methodology was agreed upon by both Budget and Program staff, and was used for the allocation of resources to students in FY 2007.

State of Georgia

Auditee's Response **Summary Schedule of Prior Year Findings and Questioned Costs** **For the Fiscal Year Ended June 30, 2006**

AUDITEE'S COMMENTS

Finding Control Number: **FS-414-05-01**
CAPITAL ASSETS
Inadequacies in Operation of Property Management System

GaDOE is in the process of reconciling equipment additions to the general ledger expenditure accounts. The reconciliation for April and May, 2006 are being performed. Once these records have been reconciled, GaDOE plans to require the reconciliation to be performed on a monthly basis. This will ensure that items are recorded at the proper amount. This process will be implemented in FY07.

Training of custodial staff was conducted during fiscal year 2006 to ensure:
Proper use of account codes as defined by laws and regulations;
Proper identification of assets in accounts payable module;
Proper custodial verification of inventory records, including reporting of missing and transferred items, and items to be surplused.

Items misidentified as capital leases have been removed from the equipment records. GaDOE is currently in the process of developing procedures to properly classify leases as either operating or capital.

Certain Equipment Items Noted in Finding:

(1) The missing item has been identified as a printer issued through the Genesis and NEXUS projects to an unknown LEA. This equipment is so old that GaDOE is going to proceed with steps to remove these items from the equipment inventory records.

(2) The one item noted as being surplused but not removed from the capital asset inventory records was retired.

Finding Control Number: **FS-414-05-02**
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Inadequacies in Accounting Records

Written procedures have been completed and put into place by GaDOE to document the allocation process. All calculations will be documented from the data obtained from the funding surveys which will be consistently applied to all local school districts. Also, the electronic retrieval of data for the funding surveys will result in the use of current data for the FY08 allocations.

Finding Control Number: **FA-414-02-02**
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Improper Expenditures

GaDOE is currently waiting on a determination from USDOE in regards to the availability of the contracts in question.

Finding Control Number: **FA-414-04-01**
EQUIPMENT AND REAL PROPERTY MANAGEMENT
Inadequacies in Operation of Property Management System

GaDOE is in the process of reconciling equipment additions to the general ledger expenditure accounts. The reconciliation for April and May, 2006 are being performed. Once these records have been reconciled, GaDOE plans to require the reconciliation to be performed on a monthly basis. This will ensure that items are recorded at the proper amount. This process will be implemented in FY07.

GaDOE conducted an agency-wide physical inventory, which was completed in March 2005. While conducting the physical inventory, a new scanning process was used to re-decal all equipment and to record the information. A process was used to identify/ reconcile the actual pieces of equipment to the property inventory records. Any items not on the inventory records were added, and any items on the inventory listing that were not physically located were put on a list of missing items. In

State of Georgia

Auditee's Response

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

April 2005, a list of missing items was sent to each Program Manager within GaDOE requesting that the units look for the items and identify the items that were missing.

GaDOE is going to proceed with steps to remove missing items that were used in old projects from the equipment inventory records.

Equipment Items Noted at the Twin Towers Location:

- (1) The two equipment items that were noted as being transferred but not updated on the capital asset inventory records were actually placed in a new location and remained on GaDOE's inventory.
- (2) The two items noted as being surplused but not removed from the capital asset inventory records were retired.

Equipment Items Noted at the Georgia School for the Deaf Location:

- (1) The one item noted as missing was determined to not be missing. On the date the auditor was at GSD, the vehicle was being used by the State Schools' Director. Apparently, no one at GaDOE followed up with the auditor to let him/her know the item was available for inspection. The item can be viewed at any time.
- (2) The two items noted as being found but not on the capital asset inventory listing were added to the asset management system in fiscal year 2006.

Finding Control Number: **FA-414-05-03**

SPECIAL TESTS AND PROVISIONS

Noncompliance with Private School Consultation Requirement

GaDOE has implemented policies and procedures to ensure that private school consultation within each LEA district is documented as part of the application process. GaDOE is in the process of developing program operations manuals, which among many topics will address notification of private schools. GaDOE has set a target date to have the program manuals completed by fiscal year 2008.

DEPARTMENT OF COMMUNITY HEALTH

Finding Control Number: **FS-419-05-01**

ACCOUNTING CONTROLS (OVERALL)

Conversion from Electronic Data System (EDS) Medicaid Management Information System (MMIS) to Affiliated Computer Services, Inc. (ACS) MultiHealthNetwork (MHN) System

The **Department of Community Health** has implemented improved procedures to ensure that the internal controls over future system conversions are adequate to provide proper accounting and reporting of the **Department of Community Health's** financial statements and federal programs.

The MHN (now referred to as MMIS) continues to successfully process and pay claims to the extent that prospective payments are unnecessary.

The **Department of Community Health** continues to follow a plan that is now recouping 100 percent from providers still owing and from direct billings to providers with little or no claims activities.

The **Department of Community Health** is actively addressing system conditions under an improved system work order ticket management plan. This includes actively implementing a systematic reprocessing plan, with independent quality assurance procedures, to achieve needed corrections to past claim payments and proper payment of current and future claims.

Finding Control Number: **FS-419-05-02**

EXPENDITURES/LIABILITIES/DISBURSEMENT

Accounts Payable, Accrued Liabilities and Contracts Payable

State of Georgia

Auditee's Response

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

Although inefficiencies remain, we implemented significant improvements for reliable fiscal year 2006 financial reporting of payables, encumbrances, and accruals.

Finding Control Number: **FA-419-05-01**

ACCOUNTING CONTROLS (OVERALL)

Conversion from Electronic Data System (EDS) Medicaid Management Information System (MMIS) to Affiliated Computer Services, Inc. (ACS) MultiHealthNetwork (MHN) System

The **Department of Community Health** has implemented improved procedures to ensure that the internal controls over future system conversions are adequate to provide proper accounting and reporting of the **Department of Community Health's** financial statements and federal programs.

The MHN (now referred to as MMIS) continues to successfully process and pay claims to the extent that prospective payments are unnecessary.

The **Department of Community Health** continues to follow a plan that is now recouping 100 percent from providers still owing and from direct billings to providers with little or no claims activities.

The **Department of Community Health** is actively addressing system conditions under an improved system work order ticket management plan. This includes actively implementing a systematic reprocessing plan, with independent quality assurance procedures, to achieve needed corrections to past claim payments and proper payment of current and future claims.

Finding Control Number: **FA-419-05-02**

EXPENDITURES/LIABILITIES/DISBURSEMENT

Accounts Payable, Accrued Liabilities and Contracts Payable

Although inefficiencies remain, we implemented significant improvements for reliable fiscal year 2006 financial reporting of payables, encumbrances, and accruals.

STATE FORESTRY COMMISSION

Finding Control Number: **FS-420-05-01**

GENERAL LEDGER

Ending Balances in Balance Sheet Clearing Accounts

Due to personnel issues, FY 06 not completed. Procedures being put into place to insure review of accounts are done with reconciliations done timely.

Finding Control Number: **FS-420-05-02**

CASH AND CASH EQUIVALENTS

Operating Bank Account not reconciled

Bank reconciliations for FY05 were completed. Due to personnel issues, FY 06 not completed. Outside assistance being received to complete the reconciliation. Procedures being put into place to insure monthly reconciliations done on a timely basis.

DEPARTMENT OF HUMAN RESOURCES

Finding Control Number: **FS-427-05-01**

REVENUES/RECEIVABLES/RECEIPTS

Inadequate Accounting Procedures

State of Georgia

Auditee's Response

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

Grant awards are generally recorded timely from the time it is received in the Office of Financial Services (OFS). However, we still need to work with our Divisions and our Grantors to have the awards directly sent to the OFS. The focus group that was part of our resolution did meet on June 2, 2006. Strategies were discussed and some policy was setup as a result. The formal policy has not been established but the Divisions are to operate under it. When applying for grant awards, they are to use the OFS address if hard copy award is to be issued. In addition, if soft copy is to be issued, an email address "DHRGRANTS" has been established for Divisions to put in their grant award request.

Finding Control Number: **FS-427-05-02**
REVENUES/RECEIVABLES/RECEIPTS
Inadequate Procedures over Cash Draws of Federal Grants

See Finding Control Number: FA-427-05-01.

Finding Control Number: **FS-427-05-04**
CAPITAL ASSETS
Inadequate Capital Asset Records

The following actions were taken:

- (1) Central State Hospital is surplusing their 4 items in question and is also reviewing procedures with their asset staff members who handle in excess of 3,500 items.
- (2) #2 Peachtree Street management in Public Health, Aging, Mental Health and Administration Services are to ensure that their staffs are properly trained on how to follow inventory procedures that are listed in the DHR Property Procedures Manual. The Asset Unit will emphasize specific surplus and transfer procedures at quarterly division and office property meetings at #2 Peachtree Street.
- (3) The divisions, offices, and Asset Unit will ensure that the PeopleSoft inventory is corrected with these specific items provided by the auditor's staff's listing.
- (4) The Asset Unit has recommended that another Property Coordinator be assigned to handle Asset issues on one particular floor due to respective items noted by the auditor.

Finding Control Number: **FS-427-05-05**
CAPITAL ASSETS
Inadequate Capital Asset Records

The seven items have been removed from the Machinery and Capital Asset account and reentered onto the small value account. The forty seven items have been reclassified into the small value account and taken off of the Machinery and Capital Asset account. The building improvements recorded in the capital asset inventory have been deleted.

The DHR Asset Management Unit, in conjunction with DHR Office of Financial Services, has implemented procedures to ensure compliance with the requirements established in the State of Georgia Capital Asset Guide. All capital assets are now reviewed and entered into the Asset Management system by the Asset Management Unit, where as in the past, it was the responsibility of the location that made the purchase to make determinations of what qualified as a capital inventory item. The OFSS Construction Unit is in the process of writing procedures to identify the proper building improvement thresholds once a construction project is completed and then to notify the DHR Asset Unit to input the ones into PeopleSoft that meet the threshold.

Finding Control Number: **FS-427-05-06**
CAPITAL ASSETS
Inadequate Capital Asset Records

State of Georgia

Auditee's Response

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

The three (3) items at Central State and two (2) items at # 2 Peachtree Street found by the auditors, but not listed on the PeopleSoft inventory are currently being researched. Without having specific location information, staff is attempting to find these items to add to the PeopleSoft inventory.

DHR Policy and Procedures require an inventory of all equipment items annually. The DHR Asset Management Unit has implemented procedures to ensure that all DHR locations statewide understand these procedures and know that they are suppose to be following them. These procedures will be covered in the quarterly Asset Management meetings with the division and office asset coordinators. Our DHR Asset Surveyors will make spot check surveys to reemphasize these procedures with division and staff at 2 Peachtree Street and at Central State Hospital during 2006.

Finding Control Number: **FS-427-05-07**

CAPITAL ASSETS

Inadequate Capital Asset Records

The 346 items in question in this finding were identified by purchasing organization code. Once the Asset Management Unit identified which division or office purchased this equipment, the respective division or office was notified. The Asset Management Unit advised each division/office to locate and identify the equipment, and supply all necessary documentation via Form 5111 in order to get decals for the equipment and to properly account for it in the PeopleSoft Asset Management system. The Asset Management Unit is continually working with the divisions/offices in an effort to insure that the proper procedures, as outlined in the DHR Property Procedures Manual, are followed.

Finding Control Number: **FA-427-04-10**

ELIGIBILITY

Deficiencies in Eligibility Database/File Maintenance

The HIV CARE program implemented the internal control process crosschecking clients to the Medicaid database in June 2006. The process to track eligibility of clients monthly for ADAP and HICP was implemented in May 2006. The HIV CARE program conducts a minimum of one on-site technical assistance visit to providers annually to review clients' files to ensure providers are following current ADAP and HICP policies and procedures.

We began in May 2006 to conduct additional on-site technical assistance visits at the request of the provider. Monthly conference calls are held to provide a forum of information exchange, answer questions on policy and procedures and address providers concerns and issues regarding ADAP and HICP.

As of August 2006, the HIV CARE program in collaboration with DHR IT staff has started the conversion process of health districts and providers to CAREWare 4.1 central server located at 2 Peachtree. The CAREWare 4.1 Central Server Migration plan by health district and provider is as follows:

- | | |
|------------------------|-------------------|
| 1.) Dalton | 9.) Augusta |
| 2.) Albany | 10.) Valdosta |
| 3.) Gainesville | 11.) Dublin |
| 4.) Rome | 12.) Macon-Bibb |
| 5.) Athens | 13.) Grady IDP T1 |
| 6.) AID Gwinnett | 14.) Clayton |
| 7.) Savannah/Brunswick | 15.) Columbus |
| 8.) Waycross | 16.) LaGrange |

The HIV CARE program is currently encountering challenges with Clayton, Columbus and the LaGrange health districts with using CAREWare 4.1. If the CAREWare 4.1 Central Server Migration plan with each health district and provider occurs without major technical problems, the conversion process should be completed by January 2007 with the exception of Clayton, Columbus, and LaGrange health districts.

State of Georgia

Auditee's Response

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

Finding Control Number: **FA-427-05-01**

CASH MANAGEMENT

Inadequate Procedures over Cash Draws of Federal Grants

Due to limited resources and the time needed to resolve this issue, the issue remains unresolved. We did discuss with some other states what they do but no one seemed to have the solution or were not comparable to our process. We are still in the exploration stage with our Information Technology (IT) staff to improve our cash management system to be able to use more current data and for the system to be more flexible in determining what kind of money is needed. When there is time, we plan to have further meetings internally and with the IT staff. IT staff to date has not had the resources to put toward this effort. What we have done, is during May and June, we are reconciling through that point rather than after the end of the quarter. There is still a reconciliation needed after the end of the quarter due to cost allocation.

Finding Control Number: **FA-427-05-03**

ELIGIBILITY

Deficiencies in File Maintenance

A new Case Accuracy Review (CAR) process was put in place in November 2005. The CAR process was revised in June 2006, effective July 2006. The review is a multi-program review with specific quotas of reviews identified. The CAR contains a section on forms, which will ensure that all required forms are in the case record.

Finding Control Number: **FA-427-05-04**

SPECIAL TESTS AND PROVISIONS

Failure to Terminate Ineligible Benefit Payments

The finding was addressed with the TANF policy unit and Program Specialists to instruct county staff to adhere to existing TANF policy when clients do not cooperate with Child Support Enforcement. A new Case Accuracy Review (CAR) process was put in place in November 2005.

The CAR process was revised in June 2006, effective July 2006. The review is a multi-program review with specific quotas of reviews identified. This policy was incorporated into the CAR process for supervisors to monitor as they read case records.

DEPARTMENT OF LABOR

Finding Control Number: **FS-440-05-06**

CASH AND CASH EQUIVALENTS

Failure to Reconcile Bank Accounts in a Timely Manner

The Department has established time frames for the reconciliation of all accounts that define what a timely reconciliation of each account is and what constitutes timely follow-up of reconciling items. The Department has made significant progress in reconciling accounts on a timely basis.

Finding Control Number: **FS-440-05-07**

CASH AND CASH EQUIVALENTS

Inadequacies in Bank Reconciliation Procedures – Accounts Payable and Payroll Accounts

The Department of Labor is pursuing actions as recommended by the Auditors.

Finding Control Number: **FS-440-05-08**

REVENUES/RECEIVABLES/RECEIPTS

GENERAL LEDGER

Federal Fund Ledger and Accounts Receivable Deficiencies

State of Georgia

Auditee's Response

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

The Department has been vigilant in managing its Federal Fund accounting records. Numerous adjustments and corrections have been made in fiscal year 2006 dealing with the auditor's points as noted in the finding.

Finding Control Number: **FS-440-05-09**
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Exceptions Related to Purchasing Card Transactions

All concerns under this finding have been reviewed and addressed by appropriate management. Additional written documentation is now required when contacting the vendor to obtain reimbursement of sales tax. Also, when cardholders request an increase to their spending limits, documentation will be submitted monthly along with other supporting documents. All suggested recommendations were reviewed and implemented to enhance the P-card process.

Finding Control Number: **FS-440-05-11**
GENERAL LEDGER
Inadequate General Ledger

This finding cannot be fully resolved until a new accounting system can be secured that interfaces with the current UI Claims processing system. To mitigate this problem, the Department has designed queries that extract data from the claims processing system to be recorded on the Department's financial statements.

Finding Control Number: **FS-440-05-12**
GENERAL LEDGER
Internal Control Deficiencies

The methodology for determining the allowance for doubtful accounts have been revised and reviewed by the State Accounting Office. The methodologies for deferred revenue remain the same and are auditable. Accounts receivables will reflect changes as a result of the allowance for doubtful accounts. The allowance for accounts receivables greater than seven years old (to include 1998 and prior years) is included in the revised methodology. There is auditable detail to support the basis for these allowances.

DEPARTMENT OF JUVENILE JUSTICE

Finding Control Number: **FS-461-05-01**
CAPITAL ASSETS
Inadequate Internal Controls

1. Our reconciliations from July 2005 through June 2006 have been completed and are materially correct. Through departmental training, we have successfully implemented proper use of SCOs relating to capital and non-capital assets. In addition, we have revised our budget and accounting structure to include and exclude SCOs 616XXX and 720XXX as necessary. Our monthly reconciliations have indicated the department is using proper accounting practices relating to capital assets.

2. As of June 30, 2006 we had completed 77% of physical inventories at our designated property locations. Effective for fiscal year 2007 however, we successfully changed departmental policy and procedures, formally designating field property coordinators and making it a requirement to perform physical inventory of capital assets annually in the month of June. In addition, we designed and implemented a local inventory system that will account for non-capital assets; and physical inventories of these assets are required to be performed on odd-numbered fiscal years in the month of June.

3. All material property forms have been analyzed and necessary data has been entered into the Asset Management module as required.

State of Georgia

Auditee's Response

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

4. We have revised our decal verification process to include an attestation by department property coordinators that both the receipt and affixation of decals has occurred. This verification also includes a procedure for a witness other than the property coordinator to attest to the receipt and affixation.

Finding Control Number: **FS-461-05-02**

CAPITAL ASSETS

Inadequate Capital Asset Records

1. As of June 30, 2006 we had completed 77% of physical inventories at our designated property locations. Effective for fiscal year 2007 however, we successfully changed departmental policy and procedures, formally designating field property coordinators and making it a requirement to perform physical inventory of capital assets annually in the month of June. In addition, we designed and implemented a local inventory system that will account for non-capital assets; and physical inventories of these assets are required to be performed on odd-numbered fiscal years in the month of June.

2. Through departmental training, we have successfully implemented proper use of SCOAs relating to capital and non-capital assets, in addition, we have revised our budget and accounting structure to include and exclude SCOAs 616XXX and 720XXX as necessary. Our monthly reconciliations through June 2006 have indicated the department is using proper accounting practices relating to capital assets.

3. We have adjusted our inventory records for the possible misstatement through an analysis of the equipment items in questioned. Of the eleven items, seven have been disposed (surplused) and the remaining four were adjusted as acquisition cost.

DEPARTMENT OF NATURAL RESOURCES

Finding Control Number: **FS-462-04-02**

CAPITAL ASSETS

Inadequate Capital Asset Records

A complete inventory of all buildings and related information for the Department has been completed. The land and building database upgrade has been recently completed and provides an adequate audit trail. This upgraded database was rolled out in July 2006, and we are in the process of updating entries in the system for land and entering building information into the system. We anticipate it will take up to 12 months to complete all entries into the database and ensure the information in the database is completely refined.

Finding Control Number: **FS-462-05-01**

CAPITAL ASSETS

Inadequate Capital Asset Records – Land

Steps are being taken to be in compliance with the Accounting Procedures Manual. The land and building database upgrade has been recently completed and provides an adequate audit trail. This upgraded database was rolled out in July 2006, and we are in the process of updating entries in the system. We have determined a methodology to use to determine the historical cost of the thousands of acres of land throughout the state that has been donated and is included in the land database. We anticipate it will take up to 12 months to complete the historical cost component and ensure the information in the database is completely refined.

Finding Control Number: **FS-462-05-02**

CAPITAL ASSETS

Inadequate Capital Asset Records – Buildings and Building Improvements

Steps are being taken to be in compliance with the Accounting Procedures Manual. A complete inventory of all buildings and related information for the Department has been recently completed. A building database with an adequate audit trail has been recently completed. This database was rolled out in July 2006, and we are in the process of entering building

State of Georgia

Auditee's Response

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

information into the system. We have also changed the way building costs are recorded to capture actual documented expenses. We anticipate it will take up to 12 months to complete the entries and ensure that all existing inventoried buildings are entered into the new database and the information in the database is completely refined.

Finding Control Number: **FS-462-05-03**

CAPITAL ASSETS

Inadequate Capital Asset Records – Improvements Other than Buildings

Steps are being taken to be in compliance with the Accounting Procedures Manual. A building database with an adequate audit trail has been recently completed. This database was rolled out in July 2006, and we are in the process of entering building information into the system. We have also changed the way improvements other than building costs are recorded to capture actual documented expenses. We anticipate it will take up to 12 months to complete the entries and ensure that all existing improvements are entered into the new database and the information in the database is completely refined.

DEPARTMENT OF CORRECTIONS

Finding Control Number: **FS-467-05-01**

CAPITAL ASSETS

Inadequate Capital Asset Records – Improvements Other than Buildings

The Corrective Action Plan that was submitted in response to this audit finding was under development at the end of FY 2006. All involved parties were made aware of the requirement to record assets at their actual costs instead of the appropriated amount for construction or the fair value at time of completion. The necessary conversations have taken place with SAO regarding proper accounting procedures, but the policies were not implemented until FY 2007.

Finding Control Number: **FS-467-05-02**

CAPITAL ASSETS

Failure to Maintain Records for Capital Assets – Buildings and Building Improvements

The Corrective Action Plan that was submitted in response to this audit finding was being developed in FY 2006. All involved parties were made aware of the requirement to record assets at their actual costs instead of the appropriated amount for construction or the fair value at time of completion. The necessary conversations have taken place with SAO regarding proper accounting procedures, but the policies were not implemented until FY 2007. Additionally, GBA implemented the BLLIP system for the specific purpose of maintaining data on the historical and current values of Agency buildings and building improvements.

DEPARTMENT OF REVENUE

Finding Control Number: **FS-474-04-03**

REVENUES/RECEIVABLES/RECEIPTS

Deficiencies in the Income Tax Division Subsidiary Records

Under present budget initiatives and restrictions of the Department, we are unable to provide the necessary funding for a project of this magnitude. There are 3.7+ million individual returns filed annually. This number does not take into consideration multiple w-2's for married couples and withholding from more than one employer. To capture and warehouse this data, manually and electronically, the Department would have to redirect various projects that are essential to the Department's current strategic direction. To fulfill this action, the Department would need to develop an initiative that would require additional funding to implement such a system. It should also be noted that the Department presently has a compliance partnership with the IRS to match relevant data against Georgia individual income tax returns and taxpayers. Since 2002, this initiative has generated 204,000 assessments with a proposed assessment value of \$257.7 million. The Department has collected \$36 million during the initial billing of these proposed assessments. There are other initiatives in

State of Georgia

Auditee's Response Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

the development stage for states to partner with the Federal Government that may be a viable cost efficient alternative to this proposal. The Department continues to monitor the progress of these programs.

Finding Control Number: **FS-474-04-05**
CAPITAL ASSETS
Inadequate Accounting Procedures

The Department continues to work with the State Accounting Office to address these issues. The Department is in the development and implementation of comprehensive procedures to record and track Departmental assets. This includes the implementation and upgrade of the Asset Management Module in Peoplesoft to version 8.8. The Asset Management Unit has added additional staff and has begun the task of verifying the departments assets.

Finding Control Number: **FS-474-05-02**
REVENUES/RECEIVABLES/RECEIPTS
Deficiencies in the Income Tax Division Subsidiary Records

Under present budget initiatives and restrictions of the Department, we are unable to provide the necessary funding for a project of this magnitude. There are 3.7+ million individual returns filed annually. This number does not take into consideration multiple w-2's for married couples and withholding from more than one employer. To capture and warehouse this data, manually and electronically, the Department would have to redirect various projects that are essential to the Department's current strategic direction. To fulfill this action, the Department would need to develop an initiative that would require additional funding to implement such a system. It should also be noted that the Department presently has a compliance partnership with the IRS to match relevant data against Georgia individual income tax returns and taxpayers. Since 2002, this initiative has generated 204,000 assessments with a proposed assessment value of \$257.7 million. The Department has collected \$36 million during the initial billing of these proposed assessments. There are other initiatives in the development stage for states to partner with the Federal Government that may be a viable cost efficient alternative to this proposal. The Department continues to monitor the progress of these programs.

DEPARTMENT OF VETERAN SERVICES

Finding Control Number: **FS-488-05-01**
CAPITAL ASSETS
Inadequate Capital Asset Records

As of the current date we are working towards completing all necessary actions needed to prevent the reoccurrence of this finding. It should be noted that we are also currently still in FY06.

GEORGIA INSTITUTE OF TECHNOLOGY

Finding Control Number: **FS-503-05-01**
REVENUES/RECEIVABLES/RECEIPTS
Failure to Monitor Sponsored Projects

Stated Corrective Action Plan and status of each step:

1. Continue new activities implemented during the last year that included the following three major actions:
 - Increased reporting to campus units concerning sponsored projects that have term dates during the next 90 days and 30 days to encourage corrective action when needed to complete all sponsored activities and/or to complete all required expenditures prior to the end of the agreements.
 - New "Expenditure Rate Reporting" procedures with a "Burn Chart" that match actual expenditures on Sponsored projects to estimated project budget by month.

State of Georgia

Auditee's Response Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

- Sponsored Project Accounts Receivable quarterly monitoring procedures to identify instances where action is needed to assure timely collection of funds.

Status: In Process. Anticipated completion by August 31, 2006.

2. Complete utilization of new procedures that prohibit salary cost transfers to sponsored projects requested over 150 days after payment.

Status: Completed.

3. Enhance the information presented in Grants and Contracts Accounting Office and Office of Sponsored Programs training programs about the importance of recording charges against Sponsored Projects in a timely manner to facilitate prompt billing and collection activities for sponsored Project.

Status: In Process. Anticipated completion by December 31, 2006.

GEORGIA STATE UNIVERSITY

Finding Control Number: **FS-509-05-04**
ACCOUNTING CONTROLS
Inadequate General Controls

Plans are to upgrade the Oracle release during the SCT Banner 7.x upgrade project currently scheduled for February 2007. In light of this and time required for Oracle upgrade, the new target date for resolution of this finding is March 2007.

UNIVERSITY OF GEORGIA

Finding Control Number: **FS-518-04-01**
ACCOUNTING CONTROLS
Inadequate General Controls

Procedures to strengthen the controls, documentation, and maintenance of information related to changes made to the Financial Accounting System's source code were adopted and implemented in September 2005. Additional procedures are also planned for implementation.

Finding Control Number: **FS-518-05-01**
REVENUES/RECEIVABLES/RECEIPTS
Inadequate Accounting Procedures

Policy and procedures for sales and service revenues generated by decentralized departments were provided to campus units and associated information sessions were held in February and March 2006. Correcting the historical "cash-basis" mind-set at the decentralized, departmental level is challenging and cannot be fully achieved in one fiscal year; however, significant improvement was achieved as of June 30, 2006. The University will continue to educate and provide appropriate guidance to departments in an effort to ensure that decentralized departmental sales revenues, receivables, and receipts are fully recognized and documented in the accounting records.

Finding Control Number: **FA-518-05-01**
ALLOWABLE COSTS/COST PRINCIPLES
Noncompliance with University Policy

State of Georgia

Auditee's Response

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

All of the Personnel Activity Reports (PARs) associated with the questioned costs have been received by the Business Office. There were no changes to the percentages of effort reported; therefore no cost adjustments were required. The returned PARs substantiated the "after-the-fact" confirmation of the personnel services distributions to the awards.

The University has implemented the following measures to improve the receipt of PARs by the Business Office. Monthly reports of unreturned PARs continue to be distributed to the departments. The following additional procedures have improved the timely receipt of PARs by the Business Office. If PARs are greater than 30 days past due, the department will receive an e-mail from the Business Office with a copy to the department head. For PARs greater than 60 days past due, the Internal Audit Division will contact the department requesting that the PARs be returned to the Business Office within 15 business days. If the PARs are not returned within that time frame, additional contacts with the appropriate department head, Dean, and if needed, the Office of the Provost will be initiated in an effort to cause the department to return the PARs.

The University has been contacted by several of the Federal grantor agencies included in the list of questioned costs. The University has provided them with the status of the questioned costs and that no cost adjustments resulted from the receipt of the PARs. None of these agencies have requested additional information or repayment. Furthermore, none of these agencies have responded with written resolutions to this finding. The University is currently contacting the resolution officer of each agency to request a written resolution to this finding.

Finding Control Number: **FA-518-05-02**

ALLOWABLE COSTS/COST PRINCIPLES

Failure to Establish Written Policies and Procedures

There are various University policies and procedures in place which address "independent internal evaluations" and by their nature, fulfill the requirement that the system provide for independent internal evaluations to ensure the system's effectiveness and compliance with the A-21 standards. These evaluations are outlined below. None of these evaluations have demonstrated a material deficiency in the current system.

- 1) Preparation and approval of the Employee Personnel Form - The front-end Employee Personnel Form, which lists the account number(s) to which personnel services costs are to be distributed by the payroll system, requires appropriate authorization from the departmental business office, the department or division head, the dean, and the appropriate vice-president. Additional review and approval procedures are performed by sponsored administration if contracts and grants are involved. These reviews and approvals provide an independent internal evaluation as to whether the payroll costs will be assigned to the appropriate account based on the payroll distribution system.
- 2) Payroll Voucher - Payroll vouchers are processed for each account on each pay type. The approval process requires reviews and appropriate authorization from the departmental business office, a supervisor, the department or division head, and possibly higher levels of approvals. The voucher is also reviewed and approved during the voucher processing actions in the Payroll department. These reviews and associated approvals provide additional independent internal evaluations as to whether the payroll costs are properly assigned in the payroll distribution system.
- 3) Personnel Activity Reports (PARs) - The PAR is used as the "after-the-fact" activity record. The PAR indicates the account number to which the costs have been assigned and a separate report indicating the same information is provided to the department business office for review. The PAR requires the signature of the individual with "first hand knowledge" of the work performed and, in some cases, a supervisory signature. These reviews and approvals provide independent internal evaluation as to whether the payroll costs were appropriately assigned by the distribution system or if modifications are needed. Modifications needed are noted on the PAR and sent to the Accounting Department for processing.
- 4) Review of Monthly Status Reports and Preparation of other Required Reports - Monthly status reports provide departments with a detailed accounting of all transactions posted to a specific account. The monthly status report is distributed to the department each month and University policy states that it is the responsibility of each department head to scrutinize the status report each month for accuracy. The Contracts and Grants department also performs a review of the status reports for compliance, agency billing, and for final reporting to the sponsoring agency. Standard departmental audit steps performed by Internal Audit

State of Georgia

Auditee's Response Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

include a review of the procedures for verifying transactions posted to monthly account status reports. Specific audit steps include: documentation of the department's general transaction verification procedures and controls, identification of adequate separation of duties, and tests to ensure that verification procedures are performed in a timely manner. All of these functions provide additional levels of independent internal evaluation of the payroll distribution system.

- 5) Verification of the Payroll Distribution System - The University's Internal Auditing Division performs departmental audits and reviews which test compliance of PAR form procedures. Specific audit steps include: verification that forms are signed by individuals who have "first hand knowledge" of the work performed and that forms are submitted timely. In addition, each department review performed by the Internal Auditing Division includes steps that document the department's payroll procedures and controls. Each year state auditors test the payroll distribution as a part of the annual financial audit of the University. These tests have not demonstrated any material deficiencies in the system.
- 6) Internal Audit Testing Performed in the Annual A-133 Compliance Review - Testing of the payroll distribution system has been performed by Internal Audit as a component of the A-133 audit program as designed by external auditors. Whether such testing is done by internal auditors or external auditors is determined by the external auditors; however, such testing does provide for independent evaluation of the payroll distribution system, and such testing has not revealed or demonstrated any material deficiencies in the system.

To strengthen the procedures noted above, the University has established a written procedure for a bi-annual review, by the University's Internal Audit Division, to evaluate the payroll distribution system's effectiveness and compliance with Federal standards.

ALBANY STATE UNIVERSITY

Finding Control Number: **FS-521-05-01**
CASH AND CASH EQUIVALENTS
INVENTORIES
REVENUES/RECEIVABLES/RECEIPTS
EXPENDITURES/LIABILITIES/DISBURSEMENTS
GENERAL LEDGER
Inadequate Accounting Procedures

The University employed a seasoned University System of Georgia financial officer during January 2006 to lead the University's Fiscal Operations. The Vice President for Fiscal Affairs (consultant) has been employed with the University throughout the fiscal year end close and the preparation of the University's Annual Financial Report.

Cash and Cash Equivalents

The University understands the need to accurately reconcile the bank statement to the general ledger in a timely manner and has reconciled bank accounts for the entire fiscal year under review. The Statement of Cash Flows reported on the University's annual financial statement will also be accurately substantiated.

Inventories

The University has reviewed and corrected the mark-up percentages of the Bookstore's resale inventory. The inventory mark-ups now are in agreement with the University's pricing policies. In addition, maintenance of the inventory control system has been strengthened to ensure the accuracy of the subsidiary records.

Revenues/Receivables/Receipts
Expenditures/Liabilities/Disbursements

State of Georgia

Auditee's Response Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

The University is aware of the need to bring the general ledger in agreement with the BANNER subsystem. To aid in this reconciliation, the University had requested the services of Mr. Rich Loftus, Board of Regents BANNER system expert. In addition, the University has begun closing the BANNER system every day. Using the daily closing information and comparing that to the general ledger mapped information, the daily variances can and will be identified and mapping errors can and will be corrected. Once the mapping between the systems reveals no further variances, then the amount necessary to bring the system in line can be accurately determined and a request will be made to correct our general ledger. Any non-student receivable accounts have been assigned to individuals who are responsible for their reconciliation.

General Ledger

The University conducted a review of all journal entries posted in fiscal year 2006. Tightened controls have been implemented to ensure that journal entries have been properly approved and have adequate documentation attached. In order to reconcile with the State Auditors reported net asset balances, all prior audit entries will be reviewed and the necessary entries will be posted.

Finding Control Number: **FS-521-05-04** EMPLOYEE COMPENSATION Inappropriate Payments to Student-Athletes

The University held campus wide meetings with University employees, and implemented an automated system to mitigate this internal control weakness. Accordingly, internal controls have been strengthened to ensure that the reporting of the student's time accurately reflects the time when the students are allowed to work. In addition, the deadline to turn in the timesheets to Human Resources has been extended so that the approval of the timesheet should never be in advance of the period worked.

Finding Control Number: **FS-521-05-06** ACCOUNTING CONTROLS (OVERALL) Inadequate General Controls

The University's IT policies were recently revised and have been distributed, approved and posted on the University website.

Both doors that access the server room have been replaced with steel doors containing no glass windows. The University has installed iron security bars on the section of the internal wall that did not reach the ceiling to prevent anyone from crawling over the top to access the server room. The server room is monitored by a secured surveillance system that records the activity inside the room. The University requested and received a quote to replace the wet fire protection system with a monitoring system that provides a dry solution. The fire protection system has been requisitioned and will be immediately installed during a "down time" period.

Users that had passwords that were discovered were required to change them immediately. The University has requested occasional scans by OIIT to continue to test for vulnerabilities.

The permissions for one of the users in question have been revoked back to a basic user and the permissions of the other user in question were modified to have limited access via roles. All access to systems must be requested in writing by the Department Head.

The University periodically generates the user list indicating their BANNER permissions to verify that they had adequate rights to perform their job responsibilities. The Business Office must submit a formal request indicating a time frame for the users that help during the registration period and are required to have a cashiering session. All users with multiple ID's were corrected and individuals who had accounts but they are no longer employed at the University were disabled. People leaving the University are required to obtain signatures from the various departments indicating that they have cleared all of their requirements to exit employment. The University now revokes the individual's system access as soon as they come to obtain clearance from Information Technology.

State of Georgia

Auditee's Response Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

Finding Control Number: **FA-521-05-01**
ELIGIBILITY
Overpayment of Student Financial Aid
Student Financial Aid Cluster Program
Questioned Cost: \$51,875.80

Additional system edits are being initiated to resolve issues of this type before they occur in the future.

Finding Control Number: **FA-521-05-03**
REPORTING
Reports Not Reconciled
Student Financial Aid Cluster Program

The University has reconciled all financial aid expenditures up through spring semester 2006. All future amounts reported on the FISAP and IPEDS report will be provided by the Director of Financial Operations to ensure the accuracy of the information.

Finding Control Number: **FA-521-05-05**
SPECIAL TESTS AND PROVISIONS
Inadequate Control Procedures
Student Financial Aid Cluster Program

The University's SFA Office has re-established the position of Work-Study Coordinator. The Coordinator's responsibilities include monitoring the FWS timesheets to ensure that they have been properly reviewed and include a certification from the student's supervisor verifying that the student has worked and earned the amount being paid.

The University has performed a self-audit of all work-study timesheets completed in fiscal year 2006, year to date. Any problems are being addressed and controls have been strengthened to ensure that the reporting of the student's time accurately reflects the time when the students are allowed to work. In addition, the deadline to turn in the timesheets to Human Resources has been extended so that the approval of the timesheet should never be in advance of the time period worked.

Finding Control Number: **FA-521-05-07**
SPECIAL TESTS AND PROVISIONS
Failure to Properly Return Funds upon Withdrawal
Student Financial Aid Cluster Program

Additional internal controls have been implemented to ensure that the employee responsible for Title IV refunds is not allowed to calculate their own refund.

CLAYTON STATE UNIVERSITY

Finding Control Number: **FA-528-05-03**
REPORTING
Reports Not Reconciled

Due to the timing of the engagement in the prior year and the deadline for filing the FISAP the procedures could not be implemented to correct this in fiscal year 2006. The procedures have been implemented for fiscal year 2007.

FORT VALLEY STATE UNIVERSITY

Finding Control Number: **FS-533-05-01**
EXPENDITURES/LIABILITIES/DISBURSEMENTS

State of Georgia

Auditee's Response

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

REVENUES/RECEIVABLES/RECEIPTS

Inadequate Subsidiary Records

The University is currently analyzing its expenditures, liabilities and disbursements to ensure that the general ledger is supported by adequate and valid subsidiary records. The University also reviews, on a monthly basis, the subsidiary ledger and the balance sheet accounts to ensure that any differences are reconciled and adjusted accordingly.

Finding Control Number: **FS-533-05-02**

GENERAL LEDGER

Inadequate Accounting Procedures for Restricted Funds

The Director of Accounting Services has established a monthly reconciliation process to reconcile net assets by project; the Grant Accountant has already established controls to ensure that each restricted fund is reviewed for accuracy, valid and with adequate documentation. This review and reconciliation is an ongoing process.

Finding Control Number: **FS-533-05-04**

CAPITAL ASSETS

Inadequate Capital Asset Records

The Director of Disbursements has established a monthly reconciliation to strengthen internal controls. Such internal controls include, but are not limited to:

- (a) Run Interfaces
- (b) Review General Information for accuracy
- (c) Balance Actual to Capital Ledgers on a monthly basis
- (d) Review individual understanding of process and perform in-house training

Finding Control Number: **FA-533-02-01**

ELIGIBILITY

Student Financial Aid Cluster Program

Overpayment of Financial Aid

Questioned Cost: \$24,489.00

Information has been submitted to U. S. Department of Education and we will take action based on final determination.

Finding Control Number: **FA-533-04-01**

REPORTING

Expenditures in Excess of Authorization

Student Financial Aid Cluster Program

Information has been submitted to the U. S. Department of Education and we will take action based on final determination of the finding.

Finding Control Number: **FA-533-05-03**

REPORTING

Reports Not Reconciled

Information has been submitted to the U. S. Department of Education and we will take action based on final determination of the finding.

SAVANNAH STATE UNIVERSITY

Finding Control Number: **FS-548-05-02**

State of Georgia

Auditee's Response

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

GENERAL LEDGER

Deficiencies in Accounting Procedures

The finding is partially resolved. The planned corrective action implemented only partially corrected the deficiency. The University will implement policies and procedures during fiscal year 2007 that will address the unresolved deficiency.

SOUTHERN POLYTECHNIC STATE UNIVERSITY

Finding Control Number: **FA-550-00-04**

SPECIAL TESTS AND PROVISIONS

Failure to Reconcile Program Reports

William D. Ford Federal Direct Loan Program (CFDA 84.286)

All documentation of outstanding Direct Loan balances has been submitted to DOE and the University has recently received \$31,032 of the remaining balance. \$58,930 in loan balances not accepted by DOE have been billed to individual students and will, if necessary, be referred to a collections agency after appropriate due diligence efforts to collect have been made by the University. The University is still awaiting a new "window" from DOE to analyze the remaining \$19,447 in Direct Loan balances. Pending their action, additional funds from DOE will be applied to outstanding balances or students will be billed as appropriate. After this final batch of outstanding balances is processed, the University will require no further action from the DOE on this matter and will process the remaining receivables in accordance with the Business Procedures Manual.

GEORGIA HIGHLANDS COLLEGE

Finding Control Number: **FS-573-05-01**

GENERAL LEDGER

Inadequate Accounting Procedures for Restricted Funds

I know that this additional information is not needed as outlined in the directions, but I think it important that this information is provided. The procedures at the College did not provide the auditors the requested information in a timely fashion. The information provided lacked some identifying information the auditors considered critical. We are currently working on correcting this problem.

Finding Control Number: **FS-573-05-03**

REVENUES/RECEIVABLES/RECEIPTS

Inadequate Accounting Procedures for Accounts Receivable

I know that this additional information is not needed as outlined in the directions, but I think it important that this information is provided. The procedures at the College did not provide the auditors the requested information in a timely fashion. The information provided lacked some identifying information the auditors considered critical. We are currently working on correcting this problem.

Finding Control Number: **FS-573-05-04**

GENERAL LEDGER

CAPITAL ASSETS

Inadequate Accounting Procedures

I know that this additional information is not needed as outlined in the directions, but I think it important that this information is provided. This came as a result of a misunderstanding about how to record a capital asset that was partially funded with College funds and GSFIC funds when the project was not yet completed. We recorded the College's funds as work in progress because there were still items to be completed with GSFIC funds.

State of Georgia

Auditee's Response Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

SOUTH GEORGIA COLLEGE

Finding Control Number: **FS-587-05-01**
CAPITAL ASSETS
Inadequate Accounting Procedures

The College contacted the Office of Information and Instructional Technology to do a database intervention to correct the problems with its Capital Assets. It was the College's assumption at June 30, 2006, that the problem had been corrected.

ATLANTA TECHNICAL COLLEGE

Finding Control Number: **FS-823-05-01**
GAAP BASIS FINANCIAL STATEMENTS
Errors in Reporting GAAP Basis Financial Statements

Diligent effort to resolve the finding were not successful because substantial statewide accounting system changes were implemented before the fiscal year ended. Hundreds of critical hours normally available to prepare GAAP entries were spent transitioning to the accounting system changes.

To ensure adequate training for preparing GAAP financial statements, individuals preparing the statements will attend a Carl Vinson Institute GAAP financial training program, if available, as well as the bimonthly Department of Technical and Adult Education committee training meetings.

We believe the deficiency will be resolved in fiscal year 2007 because:

1. Atlanta Technical College has now had two years experience preparing GAAP entries.
2. Additional GAAP financial statement training.
3. The anticipated absence of major accounting system changes near year end.

EAST CENTRAL TECHNICAL COLLEGE

Finding Control Number: **FS-825-05-01**
CASH AND CASH EQUIVALENTS
EXPENDITURES/LIABILITIES/DISBURSEMENTS
GENERAL LEDGER
Inadequate Accounting Procedures

The Technical College will practice due diligence to ensure that all reconciling items on the monthly bank reconciliations are corrected and recorded properly. This process will involve further education on the open period aspects of the PeopleSoft system through better communications with the DTAE Office of Administrative Services and the State Accounting Office. Additionally, a better understanding of the GAAP financial statement process will be achieved through involvement with and information provided by a committee formed by the VPA council to review and standardize the process involved with completing the statements.

DEKALB TECHNICAL COLLEGE

Finding Control Number: **FS 830-04-01**
CASH AND CASH EQUIVALENTS
Deficiencies in Accounting Procedures

Procedures are now in place to reconcile the HOPE account quarterly with the Georgia Student Finance Commission. The Banner Financial Aid module is now fully implemented and records are reconciled between PeopleSoft and Banner. The Federal and Hope bank accounts are being reconciled in a timely manner.

State of Georgia

Auditee's Response Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

Finding Control Number: **FS 830-05-01**
GENERAL LEDGER
Failure to Correctly Prepare Financial Statements

We concur with this finding. Additional training will be sought by personnel involved in completing the GAAP entries. Personnel involved will also review entries, prepare and maintain documentation associated with those entries. Review of GAAP entries will be made by the Accounting Manager, Accountant, and Director of Accounting.

Finding Control Number: **FS 830-05-03**
CASH AND CASH EQUIVALENTS
Inadequate Accounting Procedures

We concur with this finding. Personnel who prepare bank reconciliations are being trained to include detailed listings and/or documentation of reconciling items noted with explanations of corrective actions need for reconciling items. Standardized forms will be used, starting immediately, to assist management and staff in completing reconciliations. In addition, management will immediately institute a new review procedure in which the Accounting Manager, Accountant, and the Director of Accounting will review all bank reconciliations and ensure that appropriate adjustments are made to the accounting records on a timely basis.

Finding Control Number: **FA 830-05-01**
GENERAL LEDGER
Failure to Correctly Prepare Financial Statements

We concur with this finding. Procedures have been implemented in which the Schedule of Expenditures for Federal Awards will be completed using expenditure amounts, adjusted for encumbrances and fund balance amounts, taken directly from the general ledger program details. The Schedule will be reviewed by the Accountant and the Director of Accounting to ensure accuracy.

LANIER TECHNICAL COLLEGE

Finding Control Number: **FS-834-05-01**
CAPITAL ASSETS
Inadequate Capital Asset Records

The original corrective action plan was to train the staff on how to record construction-in-progress into the capital assets module of PeopleSoft. However, due to constraints of the software, this plan could not be followed. In the current version of PeopleSoft used by Lanier Technical College, a purchase is designated as paid by quantity or amount. For an item to flow into the capital assets module, the purchase must be designated as paid by quantity. Due to the nature of the construction-in-progress, it must be paid by the amount of the invoice and so entering construction-in-progress into the capital assets module is not feasible. This situation arose because the building was under construction at the end of the year. The building was added to the capital assets module at the beginning of fiscal year 2006. For any future construction that is in progress at the end of a fiscal year, the appropriate GAAP journal entries will be recorded to ensure that the asset is properly recorded on the College's records.

SAVANNAH TECHNICAL COLLEGE

Finding Control Number: **FS-841-05-01**
GENERAL LEDGER
Deficiencies in Financial Statement Presentation

We concur with this finding. The Technical College acknowledges that we have made progress with regards to the responsibility of producing Generally Accepted Accounting Principles basis financial statement information. For fiscal year

State of Georgia

Auditee's Response

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

2005, we had seven deficiencies and we have reduced these down to two, utilizing the written guidelines from the State on correctly preparing and accurately posting entries to proper accounts. The Technical College will implement additional procedures to ensure that the journal entries made to produce GAAP basis financial statement information are correctly prepared and accurately posted to proper accounts within the financial statements by going over these entries with the state auditor in the final exit review to have a clear understanding of the deficiencies listed dealing with capital assets and the liability for agency funds. If it is necessary to update the state guidelines, the Vice President of Administrative Services will recommend to the State VPA GAAP committee to update their GAAP procedures shared to each technical college.

GEORGIA HIGHER EDUCATION ASSISTANCE CORPORATION

Finding Control Number: **FS-918-05-01**

REPORTING

Failure to provide a reconciliation of the September 30, 2004 ED Form 2000 to the National Student Loan Data System (NSLDS) extract

See financial statement finding number FS-918-06-01.

Finding Control Number: **FS-918-05-02**

REPORTING

Failure to establish adequate procedures to verify a student's loan status with the lender as well as establish adequate procedures to ensure that lenders report, and the Corporation properly records, loans paid in full

See financial statement finding number FS-918-06-02.

Finding Control Number: **FS-918-05-04**

REPORTING

Failure to maintain current records

See financial statement finding number FS-918-06-03.

Finding Control Number: **FA-918-05-01**

REPORTING

Failure to provide a reconciliation of the September 30, 2004 ED Form 2000 to the National Student Loan Data System (NSLDS) extract

See financial statement finding number FS-918-05-01.

Finding Control Number: **FA-918-05-02**

REPORTING

Failure to establish adequate procedures to verify a student's loan status with the lender as well as establish adequate procedures to ensure that lenders report, and the Corporation properly records, loans paid in full

See financial statement finding number FS-918-05-02.

Finding Control Number: **FA-918-05-04**

REPORTING

Failure to maintain current records

See financial statement finding number FS-918-05-04.

State of Georgia

Auditee's Response

Summary Schedule of Prior Year Findings and Questioned Costs For the Fiscal Year Ended June 30, 2006

AUDITEE'S COMMENTS

STATE ROAD AND TOLLWAY AUTHORITY

Finding Control Number: **FS-927-04-02**
REVENUES/RECEIVABLES/RECEIPTS
Inadequate Policies and Procedures

OCGA Section 31-10-64 (c) as it read prior to January 1, 2007, provided that SRTA could pursue toll violations in "the court of the local jurisdiction in which the violation occurred." However, OCGA Section 32-10-64 (c) as previously written, suffered from several deficiencies which adversely impacted the effectiveness of utilizing the judicial system to collect from toll violators.

Recognizing these deficiencies in the prior versions of OCGA Section 32-10-64 (c) SRTA successfully sought passage by the 2006 Georgia legislature of House Bill 1190, which revises the section to place judicial review of alleged repeat toll violations in the Office of State Administrative Hearings (OSAH). In addition, persons who are found by OSAH to be guilty of multiple toll violations and who fail to pay their outstanding debts for such can have their vehicle registration suspended. The revisions went into effective January 1, 2007.

SRTA is currently implementing a program to clean-up outstanding violations. Once the program to "clean-up" outstanding violations is complete, SRTA will utilize the new OCGA provisions to pursue habitual toll violators in the OSAH. Also, SRTA has been utilizing private collection agencies for a number of years to contact toll violators and request payment to SRTA of outstanding tolls and fees.

GEORGIA AGRIRAMA DEVELOPMENT AUTHORITY

Finding Control Number: **FS-940-05-01**
CAPITAL ASSETS
Inadequate Capital Assets Records

In the recent transfer of accounting reports and audits to the Agrirama facility in Tifton after being handled by the Agricenter in Perry, the management of the Authority recognizes the importance of recording capital assets at their historical cost or estimated cost when records are not available. Asset costs have been assigned values through purchase records or GSFIC documents for newly acquired or constructed assets, and/or estimated historical costs, including improvements for those assets donated to the Authority.

Finding Control Number: **FS-940-05-02**
GENERAL LEDGER
Inadequate Accounting Procedures

For the last two years, Agrirama accounting reports and audits were handled through the Agricenter in Perry. As duties have become the responsibility of Agrirama accounting office in Tifton, management has initiated monthly balancing procedures of accounts payable, with variances noted, and accounts receivables are being tracked by spreadsheet since the beginning of calendar year 2007.

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**Corrective Action Responses to
Current Year Findings and
Questioned Costs**

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State of Georgia

Corrective Action Responses to Current Year Findings and Questioned Costs

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State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

DEPARTMENT OF ADMINISTRATIVE SERVICES

Finding Control Number: **FA-403-06-01**
ALLOWABLE COSTS/COST PRINCIPLES
Failure to Submit State-Wide Cost Allocation Plan

DOAS agrees that the State-Wide Cost Allocation Plans have not been submitted to the U.S. Department of Health and Human Services in accordance with OMB Circular A-87. It is our understanding that the most recently approved SWCAP will continue to be used as fixed costs until actual costs are known. When the subsequent year plan is prepared, appropriate adjustments are made to reflect the carry-forward adjustments. Office of Management and Budget Circular A-87 Attachment C, Section G, #3 states:

Carry-forward adjustments of allocated central service costs. Allocated central service costs are usually negotiated and approved for a future fiscal year on a "fixed with carry-forward" basis. Under this procedure, the fixed amounts for the future year covered by agreement are not subject to adjustment for that year. However, when the actual costs of the year involved become known, the differences between the fixed amounts previously approved and the actual costs will be carried forward and used as an adjustment to the fixed amounts established for a later year.

The fiscal year 2003 Statewide Cost Allocation Plan has been completed and filed with the U.S. Department of Health and Human Services. Preparation of the fiscal year 2004 and 2005 plans is currently being completed for final review by the Department of Administrative Services and the State Accounting Office. Contract has been executed for preparation of the fiscal year 2006 SWCAP which will begin after submission of the 2005 plan.

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DEPARTMENT OF INSURANCE

Finding Control Number: **FS-408-06-01**
ACCOUNTING CONTROL (OVERALL)
CASH AND CASH EQUIVALENTS
GENERAL LEDGER
Inadequate Accounting Procedures

We concur with this finding. The department conducted a systematic review of all accounting procedures in order to reconcile all General Ledger accounts. The Fiscal Director is working with staff to ensure all required entries to the General Ledger will be posted so that all accounts are accurately reported.

The department implemented revised bank reconciliation procedures to ensure that all bank reconciliations are completed in a timely manner so that this situation does not occur again. All bank reconciliations are complete and up to date for all bank accounts.

Contact Person: Angie Newell, Fiscal Director
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DEPARTMENT OF DEFENSE

Finding Control Number: **FS-411-06-01**
CASH AND CASH EQUIVALENTS
Inadequacies in Bank Reconciliation Procedures

The Department has taken action to ensure that all adjusting entries will continue to be made to the general ledger in a timely manner. We have also reviewed our internal procedures relating to bank reconciliations and in the future will include dates on all supporting schedules as well as the full names of the preparer and approver and the action date of each.

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Contact Person: Ross Fralick, Director of Financial Services
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DEPARTMENT OF EDUCATION

Finding Control Number: **FS-414-06-01**
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Inadequate Accounting Records

We concur with this finding. GaDOE has worked with program management staff and data collections staff to identify a more relevant and accurate methodology for the calculation of this grant. It was determined that the FTE-2 count of each year (December 1 count), which identifies students served for a variety of Federal IDEA reports, provided a more realistic and timely measure of services provided for this population of students. This methodology was agreed upon by both Budget and Program staff, and was used for the allocation of resources to students in FY 2007.

Contact Person: Denise Peterson, Budget Officer
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Contact Person: Harry Repsher, Budget/Data Specialist - Exceptional Students
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Finding Control Number: **FS-414-06-02**
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Grant Allocation Variance

We concur with this finding. GaDOE will review the procedures and internal controls, in regards to grant allocations to LUAs, to ensure that grant amounts approved by the State Board in total are subsequently entered into GAORS and reconciled to the grant amounts generated by the programs on their allocation spreadsheets.

Contact Person: Randy Trowell, Accounting Services Director
Telephone: (404) 656-2497; Fax: (404) 657-5512; E-mail: rtrowell@doe.k12.ga.us

Contact Person: Kris Knoebel, Internal Auditor
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Finding Control Number: **FS-414-06-03**
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Inadequate in Accounting Procedures

We concur with this finding. Categorical Grant Allocation Rules have been written and utilized in calculations for FY07. The Categorical Grant Allocation Rules set forth the details to be utilized by all personnel during the grant allocation process, which in addition should ensure consistent allocations to all local school districts.

The old "mapping survey" is being replaced by a funding survey process which will utilize data from the Superintendent's Annual Report. This was part of the change made to Board Rule 160-5-3-.10 (Student Transportation Funding Surveys) which became effective on May 3, 2006. Over the last 11 months, Division personnel have been working with a consultant on the development of the funding survey. In April 2007, a Regular Education funding survey will be completed for all school districts in the State. During the last year, Liability Insurance and Bus Bid Tabulations have been computerized and are now submitted electronically by the local school systems in order to provide more timely data being reported to the Department.

GaDOE will review its procedures to ensure that the spreadsheets used in allocating Pupil Transportation funds are accurate. The Department is currently in the process of reviewing the Pupil Transportation allocations based on survey data from the local school districts and the funding provided to ensure a proper distribution of funds.

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Contact Person: Carlton Allen, Pupil Transportation Director
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Finding Control Number: **FA-414-06-01**
SUBRECIPIENT MONITORING
Subrecipient Audit Reports Not Received Within the Required Time Period

We concur with this finding. The GaDOE is responsible for tracking and reviewing the audits of LUAs, a term used to identify boards of education. However, the Department of Audits is required by State law to audit the LUAs because LUAs receive the majority of their funding from the State. Due to the large number of LUAs requiring audits, the Department of Audits and Accounts has been unable to complete the audits in the time period required by OMB Circular A-133. The U.S. Department of Education is aware of the problem and realizes that there is not currently a viable solution.

LUA audits are normally completed within a 15 to 18 month time period. GaDOE has a six-month resolution period to resolve findings in the LUA audits after being received from the Department of Audits.

Contact Person: Randy Trowell, Accounting Services Director
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Finding Control Number: **FA-414-06-02**
SUBRECIPIENT MONITORING
Management Decisions Not Issued Within the Required Time Period

We concur with this finding. As of January 2007, the Financial Review Section of the GaDOE has assigned this task to a new staff member. The new staff member's main function is the receipt, follow-up, and closure of the school district audit reports. As of March 6, 2007, the FY 2006 audit reports have been closed in an average of 17.3 days.

Contact Person: John Dunn, Financial Review Director
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DEPARTMENT OF COMMUNITY HEALTH

Finding Control Number: **FS-419-06-01**
ACCOUNTING CONTROLS (OVERALL)
Payment Accuracy of the Medicaid Management Information System

We concur with this finding. The **Department of Community Health** conducts a variety of oversight activities in the course of administering its Medicaid and SCHIP programs, including the monitoring of claim processing, payment, and reporting. To obtain feedback relevant to management decisions including financial reporting decisions, the **Department of Community Health** performs review procedures. These procedures have included but are not limited to testing samples of claims, tracking system work orders, testing results of system changes proposed under such work orders, and working with health care providers to resolve claim-related issues. The **Department of Community Health**, during fiscal year 2006, also implemented significant, comprehensive changes to its Medicaid and SCHIP program structures, policies, and benefit payment system software to accommodate the implementation of a full-risk, capitated care management program for approximately 1,000,000 members.

The **Department of Community Health** is implementing the following actions which will in aggregate, address all report recommendations:

1. Identifying, for each claim payment error issue, whether a new system work order is required.
2. Preparing and scheduling mass adjustments to accomplish retroactively effective payment rate increases.
3. Established an active work group of senior management members to manage the needed improvements.

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

4. Initiating recruitment of staff to be dedicated to identifying, and removing, duplicate records in the claim system's member database.
5. Initiated system work orders to:
 - a. Establish the fiscal agent's capability to create accounts receivables to duplicate payments for newborn Medicaid members with more than one Medicaid number;
 - b. Automatically recover capitation payments made after the effective date of loss of eligibility;
 - c. Recover capitation overpayments associated with the merging of duplicate member records; and
 - d. Add claim processing system logic to identify duplicate records.
6. Evaluating the potential benefit of acquiring a separate vendor's software to target duplicate records.
7. Contracting with a specialized consultant to support the **Department of Community Health's** improvement of eligibility records and processing.
8. Collaborating with the Department of Human Resources to identify opportunities for improving certain data input to the claim system.
9. Developing procedures to periodically search for improper payments in the **Department of Community Health's** decision support system database.
10. Updating system documentation for all categories of service.
11. Evaluating the operational observations to determine whether it would be appropriate or necessary to make policy changes or fortify policy documentation.
12. Utilizing an existing work group including Department of Community Health staff, the claims system contractor, and a project management contractor – to evaluate needs for reprocessing claims with payments errors.

The **Department of Community Health** has promptly discussed the recommendations and planned corrective actions with the Board of Community Health's Audit Committee.

Contact Person: John Hankins, Director, Internal Audit & Program Evaluation
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Finding Control Number: **FS-419-06-02**
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Accounts Payable and Other Accruals

We concur with this finding. After our experience with problems identifying fiscal year 2005 liabilities and encumbrances at year-end, we made significant improvements leading to the proper recording of all fiscal year 2006 liabilities before we presented financial statements for audit. We acknowledge that the effort consumed excessive time and resources.

Contract payables constitute the majority of administrative liabilities incurred by the **Department of Community Health**. We agree that all **Department of Community Health** staff involved in contract management should assist the Division of Financial Management in the identification of liabilities. To that end, the Division will review the amount of each contract's expenditures once a quarter and follow up with the **Department of Community Health** staff responsible for the contract if expenditures are significantly different than what was expected during the quarter. Ninety days before a contract's termination date, the **Department of Community Health** contract owner will be advised of current contract expenditure status and asked to confirm outstanding obligations and funding needs for contract renewals or extensions. For new contracts, the Department of Community Health will determine the legal feasibility of requiring contractors to submit all invoices within 90 days from date services were provided within the contracted funding period.

We agree the conversion to the new financial system required additional time to confirm the system reflected accurate financial data; however, it should be noted that such conversions do not occur annually and the **Department of Community Health** does not expect the need to perform this type of data validation on an annual basis as part of the typical year-end

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

closing events.

Contact Person: John Hankins, Director, Internal Audit & Program Evaluation
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Finding Control Number: **FS-419-06-03**
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Contract Procurement, Administration, Vendor Management and Fiscal Services

We concur with this finding. The Department of Community Health is committed to the following best practices in its overall contract management process. In December 2005, the Department of Community Health requested the Department of Audits and Accounts (DOAA) to perform a comprehensive management review of existing contracting practices and to identify areas needing improvement. As a result of the DOAA review, several changes have either been made or are in the process of being made to address problem areas and improve the Department of Community Health's ability to efficiently manage the contracting process. Specifically:

1. Areas of responsibility and accountability have been re-evaluated and new assignments have been made to the General Counsel's Office and the Division of Financial Management to handle contract drafting and invoice tracking, respectively. The **Department of Community Health** has earmarked nine new positions to address either new or expanded contracts management functionality in the General Counsel. Procurement, Vendor Management, Internal Audit, and Financial Services units.
2. Related policies and procedures have been re-evaluated and written documentation will exist to formally reflect the **Department of Community Health's** contracting process. **Department of Community Health** staff will be required to review the written documentation and agree to follow the procedures as a condition of employment with the **Department of Community Health**. The **Department of Community Health** will also provide training to staff regarding the contracting process.
3. The office of General Counsel is conducting an internal audit of existing contracts and related files to ascertain contract status and to take appropriate actions if necessary to ensure that current contracts are in compliance with state and **Department of Community Health** policies and procedures.
4. The **Department of Community Health** is currently documenting its technical needs for a contracts management system and is working with the Georgia Technology Authority and the State Accounting Office to prepare for a new contracts management module of PeopleSoft (the State's accounting system) that will be implemented within the next two years. In the interim, the **Department of Community Health** is evaluating temporary solutions for contract and document management systems that will allow the **Department of Community Health** to maintain an accurate and organized inventory of all contracts and contracting efforts.

Contact Person: John Hankins, Director, Internal Audit & Program Evaluation
Telephone: (404) 657-7880; Fax: (404) 657-4199; E-mail: jhankins@dch.state.ga.us

Finding Control Number: **FA-419-06-01**
ACTIVITIES ALLOWED OR UNALLOWED
ALLOWABLE COSTS/COST PRINCIPLES
Payment Accuracy of the Medicaid Management Information System

See Financial Audit Finding FS-419-06-01

Contact Person: John Hankins, Director, Internal Audit & Program Evaluation
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State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Finding Control Number: **FA-419-06-02**
ACTIVITIES ALLOWED OR UNALLOWED
ALLOWABLE COSTS/COST PRINCIPLES
REPORTING
Accounts Payable and Other Accruals

See Financial Audit Finding FS-419-06-02

Contact Person: John Hankins, Director, Internal Audit & Program Evaluation
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Finding Control Number: **FA-419-06-03**
PROCUREMENT, SUSPENSION AND DEBARMENT
Contract Procurement, Administration Vendor Management and Fiscal Services

See Financial Audit Finding FS-419-06-03

Contact Person: John Hankins, Director, Internal Audit & Program Evaluation
Telephone: (404) 657-7880; Fax: (404) 657-4199; E-mail: jhankins@dch.state.ga.us

Finding Control Number: **FA-419-06-04**
ELIGIBILITY
Verification and Documentation of Citizenship

We concur with this finding. The Department of Community Health recognizes and acknowledges the need to verify and document citizenship for the PeachCare Plus eligibles currently on the PSI eligibility file. The Department of Community Health is requesting that PSI send a communication to all PeachCare Plus eligibles notifying them that they need to apply for Medicaid at their local DFCS office. Coverage will be ended on the PSI system accordingly.

Contact Person: John Hankins, Director, Internal Audit & Program Evaluation
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STATE FORESTRY COMMISSION

Finding Control Number: **FS-420-06-01**
ACCOUNTING CONTROLS (OVERALL)
Inaccurate Financial Reporting

We concur with this finding. The Department acknowledges that due to personnel changes in accounting staff that proper control points were not in place to ensure accurate reporting of the agency's Fund Summary Detailed Report to the State Accounting Office. The Department has implemented a policy of closing at the end of each month where as the P & L statement is reviewed and balanced with Balance Sheet Account to Fund Summary and reconciling items are to be addressed by the 20th of the month. The Detailed Trial Balance by Fund Source (44N) will be run monthly to check actuals and a quarterly review of the fund summary accounts will be made to ensure correct balances and to deactivate old funds.

Contact Person: Dan Gary, Director of Administration
Telephone: (478) 751-3463; Fax: (478) 751-3465; E-mail: dgary@gfc.state.ga.us

Finding Control Number: **FS-420-06-02**
ACCOUNTING CONTROLS (OVERALL)
Deficit Fund Balance

We concur with this finding. The Department acknowledges that proper control points were not in place and therefore has implemented a policy of monthly reviews of the P & L statement to ensure it is balanced with Balance Sheet Account to Fund Summary and reconciling items are to be addressed by the 20th of the month.

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Contact Person: Dan Gary, Director of Administration
Telephone: (478) 751-3463; Fax: (478)751-3465; E-mail: dgary@gfc.state.ga.us

Finding Control Number: **FS-420-06-03**
ACCOUNTING CONTROLS (OVERALL)
Federal Fund Ledger and Accounts Receivable Deficiencies

We concur with this finding. The Department has implemented a policy that requires the Detailed Trial Balance by Fund Source (44N) to be run monthly to check actuals of revenues and expenditures against Federal reimbursement request for the fiscal year and quarterly reviews the fund summary accounts to ensure correct balances, deactivate and zero out old federal funds.

Contact Person: Dan Gary, Director of Administration
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Finding Control Number: **FS-420-06-04**
CASH AND CASH EQUIVALENTS
Failure to Reconcile Bank Accounts in a Timely Manner

We concur with this finding. The Department has implemented a policy that requires the Operating and Payroll Bank Recons to be completed by the 9th of the month and all adjustments made by the 20th and a signed off on by Accountant and Director of Administration.

Contact Person: Dan Gary, Director of Administration
Telephone: (478) 751-3463; Fax: (478)751-3465; E-mail: dgary@gfc.state.ga.us

Finding Control Number: **FS-420-06-05**
GENERAL LEDGER
Ending Balances in Balance Sheet Clearing Accounts

We concur with this finding. The Department is presently in the process of reviewing all clearing accounts and will close out clearing accounts that are not distributing funds to appropriate active accounts. Clearing accounts will be reduced to the minimal number needed and remaining open clearing account balances will be zeroed out monthly to ensure balances are distributed to appropriate accounts.

Contact Person: Dan Gary, Director of Administration
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DEPARTMENT OF HUMAN RESOURCES

Finding Control Number: **FS-427-06-01**
ACCOUNTING CONTROLS (OVERALL)
Internal Control Deficiencies

We concur with this finding. Effective April 1, 2007, the Access check log file will be password-protected to restrict its use. No employees in the Revenue Subsection will be able to open or to read it. The program assistant who enters checks to the check log will continue to print the daily check log for the cashier, and will also copy the check log to an Excel file for general use by the Revenue Subsection and others for research and tracking purposes.

Deposits will be prepared daily such that all checks will be sent to the depository bank(s) by the next business day. Unidentified items will be grouped together for deposit to the operating account. We will make copies of the unidentified items for research and for receipt form preparation purposes. If we later determine that checks have been deposited to the operating account in error, we will transfer the funds to the correct DHR account. The deposit list will be revised to provide space to indicate if the deposits are checks or EFTs. The checks deposit list will be reconciled to the Excel check log by a person who is not engaged in the assignment of deposit numbers or entry to the check log.

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Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Following assignment of the deposit number by the paraprofessional accountant in the Revenue Subsection, the deposit numbers will be sent to the program assistant for entry to the restricted Access check log file.

Contact Person: Denise Glanton, Manager Funds Management Section, Office of Financial Services
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Finding Control Number: **FS-427-06-02**
REVENUE/RECEIVABLES/RECEIPTS
GENERAL LEDGER
Inadequate Accounting Procedures

We concur with this finding. A policy and procedure have been developed and implemented, describing the appropriate delivery address for grantors to use when mailing grant awards. Many of the issues associated with the posting of the grant awards timely are due to the grantors sending the awards to different areas of the Department. The policy number established is 1213POL and the procedure is 1213PRO.

In addition to establishing the policy, an email was sent to each of the Divisions and Offices that receive grant awards. The email instructed them to follow the policy and to have the addresses for any awards they currently receive changed to the address referenced in the policy.

A third step being implemented in March of 2007 is to have an independent employee review the balance sheet to look for signs of missing grant awards, notify the appropriate accountant in Funds Management, and follow up until award is obtained or explained.

Contact Person: John Sartain, Director of Financial Services
Telephone: (404) 656-7999; Fax: (404) 656-0804; Email: jfsartain@dhr.state.ga.us

Finding Control Number: **FS-427-06-03**
REVENUE/RECEIVABLES/RECEIPTS
Inadequate Procedures Over Cash Draws of Federal Grants
Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) (CFDA 10.557)
State Administrative Matching Grants for Food Stamp Program (CFDA 10.561)
Temporary Assistance for Needy Families (CFDA 93.558)
Child Support Enforcement (CFDA 93.563)
Child Care and Development Block Grant (CCDF) (CFDA 93.575)
Child Care Mandatory and Matching Funds of the Child Care and Development Fund (CCDF) (CFDA 93.596)
Foster Care - Title IV-E (CFDA 93.658)
Adoption Assistance (CFDA 93.659)
Social Services Block Grant (CFDA 93.667)
HIV Care Formula Grants (CFDA 93.917)
Block Grants for Prevention and Treatment of Substance Abuse (CFDA 93.959)

We concur with this finding. We are undertaking a review of the entire cash management system and process. The following are all steps being taken to correct the deficiencies in the cash management process.

We are in the process of establishing a contract with Georgia State University to review the cash management process, make recommendations on improving the process and to assist in the implementation of the changes that will be necessary.

We are reviewing the detail information that the state auditors completed during the 2006 audit to determine what areas we can focus on that will assist in completing the draws more effectively.

We are assuring that the Accountant responsible for the cash draws has proper training and follows the established procedure. If there is a time the procedure cannot be followed, the Accountant must record why it is different, how the amount is arrived, and must have approval of his Supervisor and the Director of the Office of Financial Services.

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

We will work with the Office of Information and Technology on any system changes recommended by Georgia State University to have them completed as quickly as possible. We have already identified some changes that we believe will be needed. In addition, there are certain steps that we believe will assist in the process that can be completed immediately. A meeting is scheduled in March 2007 to discuss these immediate improvements.

We are reviewing PeopleSoft reports and queries to determine improvements that may be necessary in the area of cash management. We are hiring a consultant (with State Accounting Office assistance) to assist in the development of reports and queries to help us with our work. We anticipate having the consultant start in April 2007. As part of that effort, the consultant will help us determine if any reports/queries exist or can be written to give us better information for our cash management decisions.

We are revising our Fund Mix and Check Clearing Pattern to use more current data.

We believe that part of what might help us do a better job is to be able to have current data to do the cash draws rather than the FY 2006 data. For example, we will examine if there is a way to get the payment data with funding source and project code. This way, we could take all the direct charged fund sources and apply the most recent quarter statistics to the holding pools and indirect cost pools.

Contact Person: John Sartain, Director of Financial Services
Telephone: (404) 656-7999; Fax: (404) 656-0804; Email: jfsartain@dhr.state.ga.us

Finding Control Number: **FS-427-06-04**
CAPITAL ASSETS
Inadequate Capital Asset Records

We concur with this finding. Policies and procedures have been developed and are in place as outlined in DHR's Property and Procedures manual. The DHR Office of Facilities and Support Services (OFSS) is requiring that each DHR Division and Office designate a Property Manager as well as a Property Coordinator to manage their assets. This will ensure that someone in authority in each Division and Office will have the responsibility to ensure that the written policy and procedures are followed and that their assets are properly identified and tagged.

The OFSS Asset Management Unit is following up with designated Division & Office Property Coordinators and Managers to identify the missing items and get them tagged.

As of March 19, 2007, 162 out of the 345 items mentioned in the findings (47%) have been located and tags applied. The Office of Facilities and Support services is setting up monthly meetings with the Division & Office Coordinators and managers to review the status of their identification and tagging efforts. These meetings will continue on a monthly basis until all items in question have been identified and tagged.

Henceforth, the DHR Office of Financial Services (OFS) will notify the OFSS Asset Management Unit of monthly purchases once a month at the end of the month or the first of the next month. OFSS will enter these items into the Asset Module and notify the Division or Office Property Coordinator and Manager of these additions and they will be instructed at that time that a Form 5111 needs to be completed with all information approved by the Division or Office, and returned to the DHR Asset Management Unit within 10 business days. Once the 5111 is received by the Asset Management Unit, a DHR decal will be assigned to the equipment and a location code will be given. The decal is then sent to the Division or Office for proper placement on the equipment. The Asset Management Unit will be following up with Division or Office if the 5111 is not received within the 10 day time frame. Continuing problems or issues will be discussed at the monthly meetings with Division and Office Coordinators and Managers.

Contact Person: James Bricker, Director, Office of Facilities and Support Services
Telephone: (404) 656-4427; Email: jtbricker@dhr.state.ga.us

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Finding Control Number: **FS-427-06-05**

CAPITAL ASSETS

Inadequate Capital Asset Records – Machinery and Equipment

We concur with this finding. Policies and procedures have been developed and are in place as outlined in DHR's Property and Procedures manual. Inventory is verified annually for each DHR location as per DHR policy and procedures. The OFSS Asset Management Unit sends out each locations inventory as is recorded in PeopleSoft. The inventory will be required to be verified by the location and returned to the Asset Management Unit within 10 business days. Through this process, all decals and serial numbers are to be verified by the local office Property Coordinator, and any items not on inventory are identified at this point. Also, any items that are on inventory that should not be, are identified and steps are taken to remove them from the inventory.

The OFSS Asset Management Unit currently has three Field Analysts covering different regions of the state. Their responsibilities include physical inventory inspections of the locations in their regions, training local personnel on DHR property policy and procedures, and providing local support for any property issues to the locations in their respective regions. OFSS is in the process of requesting a fourth Field Analyst in order to provide more efficient and effective coverage throughout the state. This position will be filled if adequate funding is available.

Monthly meetings will be held with Division and Office Property Coordinators and Managers to insure property policy and procedures are known and followed, to update any changes with policy and procedures, and to insure a line of communication is established and utilized between the OFSS Asset Management Unit and the various Divisions and Offices of DHR. If adequate progress is made on keeping the inventory up-to-date, these meetings may be scaled back to quarterly.

Contact Person: James Bricker, Director, Office of Facilities and Support Services

Telephone: (404) 656-4427; Email: jtbricker@dhr.state.ga.us

Finding Control Number: **FA-427-06-01**

CASH MANAGEMENT

Failure to Reconcile Cash Management Reports Accurately

Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) (CFDA 10.557)

State Administrative Matching Grants for Food Stamp Program (CFDA 10.561)

Temporary Assistance for Needy Families (TANF) (CFDA 93.558)

Child Support Enforcement (CFDA 93.563)

Child Care and Development Block Grant (CCDF) (CFDA 93.575)

Child Care Mandatory and Matching Funds of the Child Care and Development Fund (CCDF) (CFDA 93.596)

Foster Care - Title IV-E (CFDA 93.658)

Adoption Assistance (CFDA 93.659)

Social Services Block Grant (SSBG) (CFDA 93.667)

HIV Care Formula Grants (CFDA 93.917)

Block Grants for Prevention and Treatment of Substance Abuse (CFDA 93.959)

We concur with this finding. The entire reconciliation process will be reviewed by the Manager of the Funds Management Section, Supervisor of the Revenue Subsection, and the Director of the Office of Financial Services. This will include the procedure used, the forms used, reports used etc. in preparing the reconciliation. There will be an approval process set up to insure the reconciliations are done, draws adjusted, and corresponding entries made.

The Accountant responsible for this duty will be retrained on the importance of the reconciliation as well as the proper procedure for reconciling. In addition, all fund sources will be included in the reconciliation.

Reconciliations will be prepared on a quarterly basis with any corresponding adjustments being made within 30 days following the quarter end.

The reconciliations will be reviewed by the supervisor of the Revenue subsection and the Manager of the Funds Management Section prior to the adjustments being made.

A copy of the reconciliations will be maintained and available for the auditors immediately upon their request.

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Contact Person: John Sartain, Director of Financial Services
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Finding Control Number: **FA-427-06-02**

CASH MANAGEMENT

Inadequate Documentation for Cash Draws

Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) (CFDA 10.557)
State Administrative Matching Grants for Food Stamp Program (CFDA 10.561)
WIC Farmers' Market Nutrition Program (FMNP) (CFDA 10.572)
Centers for Disease Control and Prevention - Investigations and Technical Assistance (CFDA 93.283)
Temporary Assistance for Needy Families (TANF) (CFDA 93.558)
Community Services Block Grant (CFDA 93.569)
Child Care and Development Block Grant (CCDF) (CFDA 93.575)
Child Care Mandatory and Matching Funds of the Child Care and Development Fund (CCDF) (CFDA 93.596)
Child Welfare Services - State Grants (CFDA 93.645)
Foster Care - Title IV-E (CFDA 93.658)
Social Services Block Grant (CFDA 93.667)

We concur with this finding. The Manager of the Funds Management Section, Supervisor of the Revenue Subsection, and the Director of the Office of Financial Services will review the draw process. Also, see FA-427-06-03 response for the overall response on cash management in relation to the review of the process.

The Accountant responsible for the cash draws will be retrained on the proper procedures to follow. In addition, any time that the Accountant is not drawing funds based on the cash management system, he will obtain his supervisor's approval. For at least a six month period, the approval of the Director of OFS will be necessary as well as the supervisor if the amount drawn is not what the cash management system indicates.

A file will be maintained by date that will show the cash management system documentation of what should be drawn. If the amount drawn is different than the cash management system, a form will be completed that indicates why the amount is different, how the amount being drawn was arrived at, and the appropriate approval signatures as indicated in the previous paragraph.

Contact Person: John Sartain, Director of Financial Services
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Finding Control Number: **FA-427-06-03**

CASH MANAGEMENT

Inadequate Procedures Over Cash Draws of Federal Grants

Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) (CFDA 10.557)
Temporary Assistance for Needy Families (TANF) (CFDA 93.558)
Child Support Enforcement (CFDA 93.563)
Child Care and Development Block Grant (CCDF) (CFDA 93.575)
Child Care Mandatory and Matching Funds of the Child Care and Development Fund (CCDF) (CFDA 93.596)
Foster Care - Title IV-E (CFDA 93.658)
Social Services Block Grant (CFDA 93.667)
HIV Care Formula Grants (CFDA 93.917)

We concur with this finding. We are undertaking a review of the entire cash management system and process. The following are all steps being taken to correct the deficiencies in the cash management process.

We are in the process of establishing a contract with Georgia State University to review the cash management process, make recommendations on improving the process and to assist in the implementation of the changes that will be necessary.

We are reviewing the detail information that the state auditors completed during the 2006 audit to determine what areas we can focus on that will assist in completing the draws more effectively.

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

We are assuring that the Accountant responsible for the cash draws has proper training and follows the established procedure. If there is a time the procedure cannot be followed, the Accountant must record why it is different, how the amount is arrived, and must have approval of his Supervisor and the Director of the Office of Financial Services.

We will work with the Office of Information and Technology on any system changes recommended by Georgia State University to have them completed as quickly as possible. We have already identified some changes that we believe will be needed. In addition, there are certain steps that we believe will assist in the process that can be completed immediately. A meeting is scheduled in March 2007 to discuss these immediate improvements.

We are reviewing PeopleSoft reports and queries to determine improvements that may be necessary in the area of cash management. We are hiring a consultant (with State Accounting Office assistance) to assist in the development of reports and queries to help us with our work. We anticipate having the consultant start in April 2007. As part of that effort, the consultant will help us determine if any reports/queries exist or can be written to give us better information for our cash management decisions.

We are revising our Fund Mix and Check Clearing Pattern to use more current data.

We believe that part of what might help us do a better job is to be able to have current data to do the cash draws rather than the FY 2006 data. For example, we will examine if there is a way to get the payment data with funding source and project code. This way, we could take all the direct charged fund sources and apply the most recent quarter statistics to the holding pools and indirect cost pools.

Contact Person: John Sartain, Director of Financial Services
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Finding Control Number: **FA-427-06-04**
ELIGIBILITY
Deficiencies in File Maintenance
Temporary Assistance for Needy Families (CFDA 93.558)

We substantially concur with this finding. A memo was sent to the DFCS County Directors in the five counties involved (Fulton, DeKalb, Richmond, Dougherty, Chatham) to correct the case file deficiencies cited, if the cases were still active. The appropriate Regional Directors and Field Program Specialists were copied on this letter.

The importance of strictly adhering to TANF eligibility requirements will be communicated to all appropriate staff within 90 days of this response. Supervisors will be reminded to diligently scrutinize case files during required reviews.

Contact Person: Clifford O'Connor, Deputy Director, Division of Family and Children Services
Telephone: (404) 463-1005; Email: coconnor@dhr.state.ga.us

Finding Control Number: **FA-427-06-05**
ELIGIBILITY
SPECIAL TESTS AND PROVISIONS
Deficiencies in Internal Controls
Child Support Enforcement (CFDA 93.563)

We concur with the findings.

\$TARS data not accurately input

(1) OCSS acknowledges that case file information was erroneously input /updated in the Support Tracking Accounting and Reporting System (STARS) on the cited cases.

(2) Child Support obligation was erroneously calculated /charged on cited cases.

(3) Supporting documentation was not properly maintained on cited cases.

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Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

OCSS has developed a Standard Case Review Process to ensure that cases are being managed according to federal compliance requirements and additionally that families are receiving quality services. Each local manager is required to review cases each month and report findings with corrective actions to the Director of Field Operations.

Child Support obligation was not correctly calculated/charged.

The agency recognizes that child support obligations must be correctly calculated and charged. STARS is being changed so that accounts will automatically be set up correctly which will allow for accurate calculations of obligations. Additionally, STARS is being changed so that accounts will automatically close when a child emancipates which will prevent the computation of current support after the emancipation date. These changes will be implemented by September 30, 2007.

Supporting documentation was not properly maintained

OCSS will provide training to employees by May 31, 2007 regarding proper collection of application fees including those using the abandonment court process.

To address properly maintaining supporting documentation in the case files, OCSS has developed a team charged with determining a standard definition of documents/data that should be in a case file record. The defined case record will include items in STARS, in a paper file record, and in the imaging system. The case definition will be complete by May 31, 2007 and will be implemented July 1, 2007.

To ensure future compliance with requirements, we are developing a roadmap of federal requirements that will define what is needed from policy to training to compliance. A matrix is under development that will map the federal compliance requirements to the associated policy and training guidelines. This matrix will be completed and implemented July 1, 2007.

Contact Person: Cindy Moss, Director, Office of Child Support Services
Telephone: (404) 657-8364; Email: crmoss@dhr.state.ga.us

Finding Control Number: **FA-427-06-06**
ELIGIBILITY

Deficiencies in Monitoring Procedures

Child Care and Development Block Grant (CCDF) (CFDA 93.575)

Child Care Mandatory and Matching Funds of the Child Care and Development Fund (CCDF) (CFDA 93.596)

We substantially concur with the finding. The one minor portion of the audit finding that DFCS does not concur with involves the one case with a \$10 overpayment due to a failure to assess the family fee correctly. The child noted in this audit finding did not have a fee assessed because the fee was assigned to another child in care. The fee can be assessed to any child receiving child care in the family unit (although the recommended practice is to assign the fee to the youngest child in the family unit receiving full time care).

DFCS concurs that an \$ 828.00 overpayment was made on one case.

DFCS also concurs that overpayments of \$17,590 were made on thirteen client case files. These overpayments occurred because DFCS was erroneously billed for both full time and part time child care. The automated system that issues child care payments has been modified and a new system function was developed (Variable Schedule Certificates or VSC) to address this issue. This system functionality was implemented in January, 2006. This system functionality should reduce future incidents of overpayment. Recoupment claims will be established on the thirteen cases cited.

Contact Person: Clifford O'Connor, Deputy Director, Division of Family and Children Services
Telephone: (404) 463-1005; Email: coconnor@dhr.state.ga.us

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Finding Control Number: **FA-427-06-07**
SPECIAL TESTS AND PROVISIONS
Failure to Terminate Ineligible Benefit Payments
Temporary Assistance for Needy Families (CFDA 93.558)

We concur with the finding. DFCS receives written notification from the Office of Child Support Enforcement about the failure of a TANF client to cooperate. In one of the two cases cited, the action for following up on information from the Office of Child Support that the client was not cooperating was not taken in a timely manner. In the second case cited (AU#29225809), the Office of Child Support has a record of sending this notice, but there is no notice in the TANF case file.

The importance of strictly adhering to TANF eligibility requirements and sanctions will be communicated to all appropriate staff within 90 days of this response. Supervisors will be reminded to diligently scrutinize case files during required reviews. At this time, no automated mechanism exists for tracking non-compliance notices sent by OCSS to DFCS. The cost of building this capacity into one or both of the applicable systems is prohibitive. Manual processes will be evaluated for an opportunity to impose a compensating control, and any future redesigns or upgrades to the Divisions' information systems will include consideration of an automated control function.

Contact Person: Clifford O'Connor, Deputy Director, Division of Family and Children Services
Telephone: (404) 463-1005; Email: coconnor@dhr.state.ga.us

DEPARTMENT OF COMMUNITY AFFAIRS

Finding Control Number: **FS-428-06-01**
CAPITAL ASSETS
Inadequate Capital Asset Records – Machinery and Equipment

We concur with this finding. The Georgia Department of Community Affairs (DCA) appreciates the material contained in the finding and feels that the information will help the agency improve the policies and procedures in place to ensure that decal numbers, item descriptions, and locations are recorded in the capital asset inventory records (PeopleSoft).

Currently, DCA has a dedicated position that monitors the Asset Management Interface in the PeopleSoft Asset Management Module to evaluate and approve asset transactions that pass from the Accounts Payable Module to the Asset Management Module. DCA will add procedures to this position's responsibilities to check the description and location information of assets that come into the Interface from Accounts Payable and to correct that information if necessary. In addition, DCA will add procedures to this position's responsibilities to apply the agency decal number to each asset after it has passed from the Interface into the Asset Management module within 10 days. Finally, DCA will add procedures to this position's responsibilities to retire assets from the PeopleSoft Asset Management Module within 10 days after the assets have been turned over to DOAS Surplus Property. These procedures will help provide sufficient controls to ensure that machinery and equipment items are decaled correctly; that they have the proper description; and that the designated location reported in PeopleSoft is accurate.

Contact Person: Raymond Noel, Director of Administrative Operations
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Finding Control Number: **FA-428-06-1**
ACTIVITIES ALLOWED OR UNALLOWED
ALLOWABLE COSTS/COST PRINCIPLES
ELIGIBILITY
SPECIAL REPORTING
System Control Deficiencies
Section 8 Housing Choice Vouchers (CFDA 14.871)

We concur with this finding and will review our current policies and system controls over the MST application. Over the next year we will be working to set all security and audit functions to the software provider's recommended settings while ensuring application software functions as needed for program operations. We will also place limits on physical access to the server room to ensure a minimal amount of risk to the application's operation.

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Contact Person: Dennis Williams, Director of Information Systems
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DEPARTMENT OF LABOR

Finding Control Number: FS-440-06-01
ACCOUNTING CONTROLS (OVERALL)
Deficiencies in Data Provided for Audit Testing

We do not concur with this finding. The Department of Audits could not reconcile the unapplied credits (deferred revenue) to the copy of the HOST database because their audit procedures were flawed. The procedures were flawed because the auditors used the wrong file to substantiate the validity of the unapplied credits. Therefore, their conclusion for the condition is not correct, nor is their explanation of the cause.

Relative to the process that resulted in this finding, DOAA made three requests to the Department for electronic information: 1) an audit image of the HOST database for the date that the Department freezes the database for the fiscal year and financial reports; 2) an audit image copy of the HOST database for the date selected for processing of accounts receivable and 3) an electronic tape of unapplied credits (deferred revenue). The Department informed DOAA that the cutoff date for Items 1 and 3 was 06/30/06 and the cutoff date for item 2 was 08/31/06.

Both the 06/30/06 and the 08/31/06 copies of the HOST database were created at the close of processing on the exact date of the cutoffs and had no additional update performed against the copies. The electronic tape of unapplied credits was created from the HOST database copy for 06/30/06. Because the data was copied and not accessed for any updates after the copy was made, the tape for the auditors could have been created any time. The Department completed the creation and validation of the tape 13 days after the data was frozen, but because the data was frozen, the date the tape was created has no impact.

DOAA requested that the Department load for their access the 08/31/06 copy of the HOST database. DOAA then erroneously compared the electronic tape of unapplied credits created from data frozen on 06/30/06 to the 08/31/06 HOST database copy.

The Department made repeated requests to DOAA during the time the Audit was being conducted to be informed of DOAA's objectives in using the electronic data files so that the Department might assist DOAA with ensuring their objective was met. DOAA declined to provide the Department with any information about their objective. Additionally, when DOAA informed the Department of preliminary findings and revealed their objective for the electronic data, the Department met with DOAA and explained in detail that DOAA's procedures would not achieve their objective.

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AUDITOR CONCLUDING REMARKS TO FINDING FS-440-06-01

On September 13, 2006, we met with GDOL personnel to discuss the fact that the copy of the HOST database would be used to verify the deferred revenue data submitted on tape to the auditors for the cut-off date August 31, 2006. We met again with GDOL on October 25, 2006 to clarify the purpose of examining the copy of the HOST database. At no time was there any indication from GDOL personnel that the source of the deferred revenue tape was anything other than the HOST database as of August 31. In fact, since GDOL selected August 31, 2006 as the cutoff for accounts receivable and deferred revenue, to create the tape from any other source data was incorrect. Finally, on January 24, 2007, we met with GDOL to discuss our audit findings. It was during this meeting that GDOL informed us that the tape that was used to reconcile to the copy of the HOST database was created on June 30, 2006.

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Finding Control Number: **FS-440-06-02**
CASH AND CASH EQUIVALENTS
Failure to Reconcile Bank Accounts in a Timely Manner

We do not concur with this finding. The Georgia Department of Labor has established guidelines for the timely completion of bank reconciliations as part of their cash management procedures. These guidelines include time periods for which bank reconciliations of various accounts should be completed. These guidelines have been in effect for many years and are based on the agency's understanding of regulations and recommendations set forth by the Governmental Accounting Standards Board, and the U.S. Department of Labor.

The Unemployment Compensation Fund consists of the following nine accounts: the Georgia Unemployment Trust Fund held by the U.S. Treasury, a Tax Clearing account, a Tax Refund account, an Unemployment Benefit Payment account, a Trade Adjustment Benefit Payment account, and four Tax Escrow accounts. The monthly average for completing reconciliations for all nine accounts during state fiscal year 2006 was thirty-six calendar days after a calendar month end. This time frame includes the following activities: the monthly close-out of the General Ledger, the receipt and review of bank statements, the reconciliation of the bank statements to the General Ledger, and the review by management of completed reconciliations.

The largest account, the Georgia Unemployment Trust Fund, was reconciled and reviewed within an average of twelve calendar days from the calendar month end. The Trade Adjustment Benefit Payment Account, the Tax Clearing account, the Tax Refund account, and the four Tax Escrow accounts were each reconciled and reviewed within an average of thirty-one calendar days from the calendar month end.

The most complex account, the UI Benefit payment account, was reconciled and reviewed within an average of sixty-nine (69) days from the calendar month end. This account averaged over 175,000 monthly transactions with an average monthly dollar activity of over \$94 million dollars during state fiscal year 2006. Because of the tremendous volume of payments that are processed through this account, we believe an average of 69 days constitutes timely reconciliation. Due to its larger volume more time was required to properly review all transactions before completion and review the monthly bank reconciliation. The monthly reconciliation process for this account begins on the second day of the month with the review of the prior day's activity and exception reports. This review results in quicker resolution of potential problems and deters fraud. The agency continues this process throughout the month. After the month ends the reconciliation continues as finalized bank and ledger information becomes available. The process ends when the bank reconciliation is completed and reviewed by management.

As a result of the Georgia Department of Labor's cash management and reconciliation procedures all of the above accounts for all twelve months of state fiscal year 2006 were completely reconciled by agency staff, reviewed by agency management, and submitted within a timely manner for audit by the Georgia Department of Audits and Accounts. While the Georgia Department of Labor continues to review its reconciliation process to enhance security, increase accuracy, and, where fiscally prudent, expedite completions, the agency believes that its current process provides for accurate and timely bank reconciliations.

AUDITOR CONCLUDING REMARKS TO FINDING FS-440-06-02

Although the Department indicated that they have established guidelines for the timely completion of bank reconciliations, we have not received such guidelines. For the two UI Benefit accounts, fifteen (15) out of eighteen (18) months tested were not reconciled in a timely manner.

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State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Finding Control Number: **FS-440-06-03**
CASH AND CASH EQUIVALENTS
Inadequate Bank Reconciliations

We concur with this finding in part. The Department does not concur with item # 7 in the finding which states the bank reconciliation on the administrative account was not performed on a timely basis. The Department has reviewed the monthly time frames required for reconciliation of this account during fiscal year 2006 and believes the account was in fact reconciled on a timely basis.

The Department continues to identify methods to strengthen controls over the bank reconciliation process for the other accounts identified.

The auditors provided no examples of old outstanding checks that should be remitted to the Department of Revenue as required by OCGA 44-12-190 through OCGA 44-12-236. The Department of Labor is heavily funded by Federal Funds and has numerous algorithms whereby costs are charged to both Federal and State Funds through cost allocation programs. The identity of an individual check paid to a vendor most often cannot be directly traced to an individual fund ledger. Accordingly, when checks are voided, such cost reductions must go back through the algorithms to be applied against the programs where the costs were originally charged. This methodology is necessary to report the costs of Federal Programs net of all applicable credits as required by Federal regulations.

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AUDITOR CONCLUDING REMARKS TO FINDING FS-440-06-03

The Department's response indicates that the GDOL had in place adequate controls and procedures to reconcile the Administrative account in a timely manner. We analyzed the bank reconciliations for the Administrative account for the entire fiscal year under review. The analysis revealed that the administrative account was not reconciled in a timely manner for eight (8) of the months tested.

The Department's response also indicates that the auditors did not provide any examples of old outstanding checks that should be remitted to the Department of Revenue as required by OCGA 44-12-190 through OCGA 44-12-236. We did not provide examples since the outstanding check list was included as part of the bank reconciliations as submitted by GDOL.

Finding Control Number: **FS-440-06-04**
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Exceptions Related to Purchasing card Transactions

We concur with this finding. The Department will strengthen its controls to ensure purchases made with the Purchasing Card are for purposes outlined in the contract between the Department and bank of America, as well as the agency P-Card Manual. Any exceptions will carry such evidence of noted approval.

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Finding Control Number: **FS-440-06-05**
GENERAL LEDGER
Inadequate General Ledger

We agree with this finding in part. The Department of labor acknowledges that the HOST system currently used to process and account for transactions relating to the Unemployment Compensation Insurance Program is not a formal accounting system. However, over the last two fiscal years, a formal chart of accounts has been developed to facilitate preparation of financial statements and multiple queries have been written and continually revised to produce financial information that is used to prepare the Department of Labor's Financial Statements for the Unemployment Compensation Insurance Program. For the current fiscal year, the auditor's opinion on these statements will be unqualified. These efforts show the current

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Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

system is being effectively utilized until a formal accounting system can be acquired and implemented.

The Department of Labor will continue to research other State's UI systems in order to determine the most effective approach to integrate the HOST system of update its accounting capabilities while continuing the day-to-day business as required.

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Finding Control Number: **FS-440-06-06**
GENERAL LEDGER
Deficiencies in Account Balances

We concur with this finding. The problem cited by the auditors was caused by a minor flaw in the logic used in writing of the query to identify accounts receivable and deferred revenue as of June 30, 2006. Both accounts were affected by the same condition. This problem will be addressed in fiscal year 2007 when queries are updated in compile and produce the financial statements. It should be noted that this condition required no adjustments in preparation of fiscal year 2006 financial statements.

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Finding Control Number: **FA-440-06-01**
REPORTING
Deficiencies in Reporting
Rehabilitation Services-Vocational Rehabilitation Grants to States (CFDA 84-126)

We concur with finding. The Department of Labor closes its books for each month approximately 25 to 30 days after the calendar close of each month. This timing makes it virtually impossible for the Department of Labor to file the required reports "...no later 30 days after the end of the each specified reporting period...". The Federal Agency to which these reports are submitted has not made an issue concerning timeliness of the reports submitted. The Department of Labor will contact the awarding agency of this program and request an extension of the required reporting period.

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DEPARTMENT OF NATURAL RESOURCES

Finding Control Number: **FS-462-06-01**
CASH AND CASH EQUIVALENTS
Inadequate Bank Reconciliations

We concur with this finding. Internal controls have been reviewed and processes are being more closely monitored by supervisory staff to ensure that policies and procedures are being adhered to in all instances. Duties have been reassigned in noted problem areas. Supervisor in Cash Management is documenting review and approval of monthly reconciliations.

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Finding Control Number: **FS-462-06-02**
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Accounting/Internal Control Deficiencies

We concur with this finding. Internal controls have been reviewed. Accounting staff is closely reviewing documents to ensure that existing internal controls regarding purchase orders and travel reimbursement are being followed in all instances.

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Contact Person: Michele Bonner, Financial Services Director
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Finding Control Number: **FS-462-06-03**
CAPITAL ASSETS
Inadequate Capital Asset Records – Machinery and Equipment

We concur with this finding. Steps are being taken to be in compliance with the Accounting Procedures Manual. Random inventories are being performed at various locations throughout the state to ensure compliance. Quarterly review and confirmation of inventory at each field offices is being conducted.

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Finding Control Number: **FS-462-06-04**
CAPITAL ASSETS
Incorrect Recording of Similar Asset Exchange

We concur with this finding. Steps are being taken to be in compliance with the Accounting Procedures Manual. Capital asset records are being reviewed and corrected so that any prior year land exchange will be recorded at the correct value. All future exchanges of land will be recorded correctly.

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DEPARTMENT OF CORRECTIONS

Finding Control Number: **FS-467-06-01**
ACCOUNTING CONTROLS (OVERALL)
EXPENDITURES/LIABILITIES/DISBURSMENTS
Inadequate Controls over Operating Leases

We concur with this finding. The Department acknowledges that mistakes were made in our sorting process and consequently, in our payment calculations for both current and future lease obligations. As a control measure, GDC will be reconciling the current year reported costs to the General Ledger before submission to SAO. We have already begun the process by identifying the affected purchase orders through the use of PeopleSoft queries and will be using this data to verify the required current and future lease obligations. In addition, GDC has begun verification of the ending dates of its leases to allow time to accurately calculate the future lease obligations before submission to SAO.

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GEORGIA BUREAU OF INVESTIGATION

Finding Control Number: **FS-471-06-01**
CAPITAL ASSETS
Inadequate Capital Asset Records – Machinery and Equipment

We concur with this finding. The Department acknowledges that complete documentation was not available to provide an appropriate audit trail on equipment items on the inventory list or designated as surplus items. The Department was able to locate all of the items and proper paperwork has been corrected to identify inventory more efficiently. The Department will continue to maintain integrity in the inventory documentation and insure that the documentation is filed in a timely manner.

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Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

DEPARTMENT OF REVENUE

Finding Control Number: **FS-474-06-01**
ACCOUNTING CONTROLS (OVERALL)
Inadequate Monitoring Procedures

We concur with this finding. The Department is developing additional policies and procedures and has deployed additional senior management on-site to address past deficiencies and implement changes to assure the proper reporting of GRATIS transactions, the resolution and correction of outstanding balances within 30 days, and the reconciliation of all GRATIS deposits on a timely basis. System enhancements have been requested to update system output reports to reflect revenue collection data in a more accurate and consistent manner.

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Finding Control Number: **FS-474-06-02**
ACCOUNTING CONTROLS (OVERALL)
Inadequate Systems Documentation

We concur with this finding. The Department will work through our Information Technology Division to obtain/develop original system documentation which reflects the original state of the Georgia Registration and Title Information System (GRATIS).

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Finding Control Number: **FS-474-06-03**
CASH AND CASH EQUIVALENTS
GENERAL LEDGER
Inadequate Bank Reconciliation Procedures

We concur with this finding. Due to Peoplesoft system upgrade problems, the General Ledger balances for accounts 102105, 102006, and 102019 were overstated at June 30, 2006. The Department identified the problem in November 2006. SOA and DOAA were notified of the system problems and the related reconciliation issues. Correcting system entries were prepared and posted to Peoplesoft. It should be noted that DOR's bank accounts were reconciled to the General Ledger for all months prior to and subsequent to the June 2006 year-end Peoplesoft conversion.

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Finding Control Number: **FS-474-06-04**
REVENUES/RECEIVABLES/RECEIPTS
Deficiencies in the Income Tax Division Subsidiary Records

We concur with this finding. The Department is in the process of developing and implementing an E-File/E-Pay System which electronically captures withholding data (Forms G-1003, W-2's, and 1099's) received from employers and individuals at year end. Policies and procedures will be developed by the Department's Compliance Division for comparison of the captured withholding data to income reported on taxpayers' tax returns. Currently only 10-12% of corporate taxpayers use this E-File/E-Pay system. To date DOR has been unable to get legislative support to require all or more companies to utilize this new system. Without this new E-File system the Department has no other capabilities to capture this data. Due to present budget initiatives the Department has been unable to provide the necessary funding for a project of this magnitude. To fully implement this process, the Department would need to develop an initiative requiring additional funding. Once fully implemented, the Department will provide for a systematic reconciliation of captured withholding data received to taxable

State of Georgia

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income reported.

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Finding Control Number: **FS-474-06-05**
REVENUES/RECEIVABLES/RECEIPTS
GENERAL LEDGER
Deficiencies in the Review and Approval of Journal Entries

We concur with this finding. Procedures are in place which require the review and approval of journal vouchers. During the system upgrade, some vouchers were not properly approved. The vouchers in question have subsequently been reviewed and approved by management. The Department will continue to review the approval process to ensure proper supervisory review and approval.

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Finding Control Number: **FS-474-06-06**
REVENUES/RECEIVABLES/RECEIPTS
GENERAL LEDGER
Failure to Reconcile Subsidiary Systems to PeopleSoft

We concur with this finding. The Department has procedures in place to reconcile on a daily and monthly basis the Electronic Funds Transfer, Mailcash, Central Taxpayer Accounting, and Georgia Registration and Title Information System (GRATIS). Additional procedures have been implemented to provide a 'year-in-total' reconciliation on a monthly basis.

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Finding Control Number: **FS-474-06-07**
REVENUES/RECEIVABLES/RECEIPTS
Revenue Collections Not Received in a Timely Manner

We concur with this finding. The Department is developing additional policies and procedures to monitor county compliance with the applicable Georgia statutes. These policies and procedures will include a process for the assessment of penalties and interest for late payments received from non-compliant counties.

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DEPARTMENT OF TRANSPORTATION

Finding Control Number: **FS-484-06-01**
CAPITAL ASSETS
Inadequate Capital Asset Records

We concur with this finding. The department has prepared additional documentation which separately identifies buildings for which actual construction cost is available. In addition an alternate method of evaluation utilizing current insurance value,

State of Georgia

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type of construction/occupancy and the consumer price index was prepared to estimate the original purchase price for "Buildings", where no historical cost records were available. These revised initial reporting values for Buildings will be submitted for audit in the subsequent fiscal year.

The Department concurs, that all construction cost for Buildings were reported as additions to the buildings inventory. Manual adjustments will be made in the subsequent fiscal year to record construction in progress (if any), separately from Buildings.

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DEPARTMENT OF VETERANS SERVICE

Finding Control Number: **FS-488-06-01**
ACCOUNTING PROCEDURES (OVERALL)
Inadequate Accounting Procedures

We concur with this finding. The Department acknowledges the importance of reconciling the subsidiary ledgers to the general ledger.

The Department will establish and implement the necessary procedures to ensure that the subsidiary ledgers are reconciled routinely with the general ledger. This will include notation of any variances with their corresponding resolution.

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Finding Control Number: **FS-488-06-02**
CASH AND CASH EQUIVALENTS
GENERAL LEDGER
Inadequate Bank Reconciliation Procedures

We concur with this finding. The Department acknowledges the deficiencies stated in the bank reconciliation procedures.

The Department will review and make all necessary changes to the bank reconciliation procedures to prevent reoccurrence. This will include a thorough supervisory review of each reconciliation and any necessary adjustments to maintain an accurate accounting.

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GEORGIA INSTITUTE OF TECHNOLOGY

Finding Control Number: **FS-503-06-01**
REVENUES/RECEIVABLES/RECEIPTS
Failure to Monitor Sponsored Projects

Institute management concurs with the finding. We will continue to diligently monitor sponsored receivables and, as with all processes, will look for ways to improve the oversight function in this area. Uncollectible sponsored receivables will be written off in accordance with Board of Regents' Business Procedures Manual Section 10.4.1 (4).

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State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Finding Control Number: **FS-503-06-03 (**)**
REVENUES/RECEIVABLES/RECEIPTS
Improper Recognition of Contract Revenues

Management concurs in this recommendation and engaged its Oracle Financials consultant to assist in developing a new procedure to minimize the possibility of revenue being recognized in advance of the actual billing date. A new automated procedure has been implemented to delay recognition of revenue until the time the recurring invoice is generated.

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Finding Control Number: **FS-503-06-04 (**)**
REVENUES/RECEIVABLES/RECEIPTS
Improper Recognition of Contract Revenues

Management agrees that revenue should be recognized when costs are incurred as research is conducted. However, current systems and staffing levels limit the ability to do this on a monthly basis and, in addition, such monthly adjustments would create reconciliation problems with the sub ledgers. To prevent misstatements in the organization's financial statements, an annual, June 30, adjusting entry will be made.

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Finding Control Number: **FA-503-06-01**
REPORTING
Failure to Timely Submit Financial Reports
Research and Development Cluster

We concur with this finding and recommendation. Prior to June 30, 2007, actions identified below will be taken to address the weaknesses identified in this finding to help ensure that all required Financial Reports are submitted in a timely fashion:

1. Study the findings identified above and notify each Project Accountant responsible for preparation and completion of the report that this report was identified as a finding in the Annual A-133 Audit report as having been inaccurate or Filed Late. This notification will indicate the need for improved performance.
2. If the report had been filed late due to transactions or other reports not being prepared and/or submitted by the Project Director or Campus Financial Officer, notify each participant the report was identified as a finding in the Annual A-133 Audit report as having been Filed Late. This notification will indicate the need for improved performance.
3. Develop new Grants and Contracts management report(s) to identify specific reporting requirements and deadlines.

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Finding Control Number: **FA-503-06-02**
REPORTING
Inadequate Performance Reporting

We concur with this finding and recommendation. Prior to August 31, 2007, actions identified below will be taken to address the weaknesses identified in this finding to help ensure that all required contractual deliverables are submitted to the contracting agencies in a timely fashion:

1. Study the findings identified in this report and notify each Project Director, Department Head and Unit Financial Officer that their report was identified as a finding in the Annual A-133 Audit report as having been filed late, not filed, or not completed properly.

State of Georgia

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2. Publish information that OSP has expanded its capability to provide a list of all project deliverable information to each PD/PI and all levels of management within a unit via a web-based query tool.
3. Publish information about the fact that the full grant/contract documents and associated terms and conditions for each sponsored award are available as a scanned file using our web-based contract information system to all Project Directors and Campus Officers.
4. Enhance the information presented in OSP training programs about the importance of submitting all Project Deliverables accurately and on time.
5. Continue to make available Upcoming Deliverables Due and Overdue Deliverables Lists for all sponsored research projects. This report is made available to members of upper administration, including Deans, School Chairs and Lab/Center Directors, as well as all Project Directors.
6. Continue to encourage the use by Project Directors and Campus Officers of a new web-based system that sends automatic E-mail reminders for upcoming deliverables due and facilitates submission of those deliverables to project sponsors and OSP via E-mail attachments.

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Finding Control Number: **FA-503-06-03**
SUBRECIPIENT MONITORING
Inadequate Monitoring of Subrecipients

We concur with this finding and recommendation. Prior to March 31, 2007, we will implement a modified procedure to require specific written documentation that no follow-up action is required by the pass-through entity (Georgia Tech) when the sub-recipient provides proper certification stating that there was no audit findings related to the Federal awards provided by Georgia Tech.

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GEORGIA STATE UNIVERSITY

Finding Control Number: **FS-509-06-01**
ACCOUNTING CONTROLS (OVERALL)
Inadequate General Controls

We concur with this finding. Plans are to upgrade the current Oracle release during the SCT Banner 7.x upgrade project currently scheduled for February 2007. In light of this and time required for the Oracle upgrade, the new target date for resolution of this finding is March 2007.

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UNIVERSITY OF GEORGIA

Finding Control Number: **FS-518-06-01**
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Improper Use of Purchasing Cards

Management concurs with the recommendation. The University will implement the following procedures during fiscal year

State of Georgia

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2007 to ensure that purchasing card guidelines are followed for purchasing card transactions.

1. On a monthly basis and at a centralized level, purchasing card transactions will be reviewed and monitored. The data contained in the WORKS system as well as financial accounting data will be utilized to identify potential improper use of purchasing cards such as: unallowable purchases, purchases in excess of single transaction limits, and split-order purchasing activity. Additionally, the WORKS system will be used to review appropriate transaction sign-off by the WORKS manager. Purchasing card data will also be reviewed to identify payment of sales tax, purchases from selected vendors and "high-risk" vendors, excessive purchasing activity and other instances of improper card use.
2. Instances of improper use will be centrally documented. Card holders will receive timely notification of the purchasing card violation and violations will be logged and tracked. All unallowable purchases will be reported to the cardholder, WORKS manager, and department head. Repeated violations and/or major violations of the University's purchasing card guidelines will be grounds for card revocation and additional sanctions as may be deemed appropriate.
3. Refresher training on purchasing card guidelines that will be provided to purchasing card holders as cards expire and are replaced with new cards.

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ALBANY STATE UNIVERSITY

Finding Control Number: **FS-521-06-01**
CASH AND CASH EQUIVALENTS
INVENTORIES
REVENUES/RECEIVABLES/RECEIPTS
EXPENDITURES/LIABILITIES/DISBURSEMENTS
GENERAL LEDGER
Inadequate Accounting Procedures

Cash and Cash Equivalents

We concur with this finding. A review of University bank reconciliations completed from July 2005 through May 2006 disclosed numerous old reconciling items. However, the University's bank reconciliation at fiscal year end not only resolved previously identified old reconciling items but University personnel also ensured that documentation was available for all year end reconciling items reflected on the June 2006 bank reconciliation. Also during fiscal year 2006, the University changed financial institutions. As a result the University encountered some difficulties with the March 2006, April 2006 and May 2006 bank reconciliations due to the bank not timely providing an accurate and complete bank file. By June 2006, all bank services were resolved and the University began receiving all required services to assist with our reconciliation efforts. Specifically, these services enhance the University's internal controls over checks negotiated against our account and will result in the University maintaining an accurate subsidiary outstanding check listing.

Contact Person: Dorothy Martin, Director of Financial Operations
Telephone: (229) 430-2804; Fax: (229) 430-4696; E-mail: dorothy.martin@asurams.edu

Inventories

We concur with this finding. The University closes the bookstore and conducts complete physical counts of all resale inventory during December and June of each fiscal year. Accordingly, the University's accounting records are adjusted, if necessary, to reflect these physical counts of resale inventory if they are different from the amounts reflected on the University's subsidiary inventory records. Additionally, to further enhance the accuracy of the quantities on hand reflected on the University's resale inventory listing, University personnel will conduct random periodic physical counts of selected resale inventory throughout the fiscal year.

Contact Person: Lori Burnett, Director of Auxiliary Services
Telephone: (229) 430-6443; Fax: (229) 430-2763; E-mail: lori.burnett@asurams.edu

State of Georgia

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Revenues/Receivables/Receipts

We concur with this finding. The University engaged Mr. Rich Loftus, University System of Georgia Banner consultant, to review and repair mapping errors within the system. Additionally, the University engaged a new collection agency to assist with the collection of old accounts receivable balances. The University has implemented procedures to ensure that all Banner reconciliations are submitted monthly to the Board of Regents as required. Finally, the student accounts receivable balances noted are an accumulation of balances from previous fiscal years. The University will continue to reserve funds for those accounts determined to be uncollectible.

Contact Person: Dorothy Martin, Director of Financial Operations
Telephone: (229) 430-2804; Fax: (229) 430-4696; E-mail: dorothee.martin@asurams.edu

Expenditures/Liabilities/Disbursements

We concur with this finding. The University engaged Mr. Rich Loftus, University System of Georgia Banner consultant, to review and repair mapping errors within the system. The University will exercise more care when charging expenditure activity to Resident Instruction Funds, Student Activity Funds and technology fees to ensure that they are accurate, properly documented and recorded in the appropriate fund.

Contact Person: Dorothy Martin, Director of Financial Operations
Telephone: (229) 430-2804; Fax: (229) 430-4696; E-mail: dorothee.martin@asurams.edu

General Ledger

We concur with this finding. The University has implemented procedures to ensure that the journal generator process is executed on a daily basis. The University has already contacted the Office of Instructional Technology (OIIT) and they have deleted all previously reported unposted journal errors. Finally, the University will ensure that entries are posted and finalized in a timely manner.

Contact Person: Dorothy Martin, Director of Financial Operations
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Finding Control Number: **FS-521-06-02**
REVENUES/RECEIVABLES/RECEIPTS
Failure to Monitor Sponsored Projects

We concur with this finding. The University has implemented internal controls by continuously monitoring sponsored projects to ensure that all customers are billed timely. Resulting accounts receivable balances will be aged and followed up on to reduce the likelihood of an account balance becoming uncollectible.

Contact Person: Janice Haywood, Director of Budgets and Contracts
Telephone: (229) 430-6439; Fax: (229) 430-2763; E-mail: janice.haywood@asurams.edu

Finding Control Number: **FS-521-06-03**
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Improper Use of Purchase Cards

We concur with this finding. All purchasing card transactions are reviewed to ensure that they are documented and allowable. Additionally, the University will revise its Purchasing Card Program Policies and Procedures Handbook to ensure that all purchasing card guidelines are clear and exceptions to these guidelines are documented.

Contact Person: Larry Wakefield, Vice President for Fiscal Affairs
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Finding Control Number: **FS-521-06-04**
EMPLOYEE COMPENSATION
Inappropriate Payments to Student-Athletes

We concur with this finding. The University held campus wide meetings with University employees and is developing an automated system to mitigate this internal control weakness. The Work-study Management System will strengthen internal controls by preventing a student from entering time periods where they have been scheduled to be in class. Finally, student-athletes have been assigned to work in locations outside of the University's athletic department.

Contact Person: Larry Wakefield, Vice President for Fiscal Affairs
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Finding Control Number: **FA-521-06-01**
ELIGIBILITY
Overpayment of Student Financial Aid
Student Financial Aid Cluster Program

We concur with this finding. However, the University wants to reemphasize that the Albany State University Financial Aid Office's interpretation and application of CFR 668 is consistent with the Department of Education's eligibility guidelines for students to be able to receive financial assistance. Specifically, the students disclosed in this finding were all initially suspended by the University's Financial Aid Office and their eligibility for Title IV financial aid was only reinstated after a Financial Aid Appeals Committee (third party) approved each student's respective appeal, with the exception of one student. University officials will continue to adhere to all CFR guidelines while administering financial aid funds.

Contact Person: Thomas Harris, Director of Financial Aid
Telephone; (229) 430-4650; Fax: (229) 430-3936; E-mail: thomas.harris@asurams.edu

Finding Control Number: **FA-521-06-02**
REPORTING
Reports Not Reconciled
Student Financial Aid Cluster Program

We concur with this finding. The University will ensure that documentation is readily available to support amounts reported to the U.S. Department of Education. The Director of Financial Aid and Director of Financial Operations will coordinate their reporting and reconciling responsibilities to ensure that amounts submitted to the U.S. Department of Education are accurate.

Contact Person: Thomas Harris, Director of Financial Aid
Telephone: (229) 430-4650; Fax: (229) 430-3936; E-mail: thomas.harris@asurams.edu

Finding Control Number: **FA-521-06-03**
SPECIAL TESTS AND PROVISIONS
Inadequate Control Procedures
Student Financial Aid Cluster Program

We concur with this finding. The University established a new policy requiring all timesheets be submitted to Human Resources either on the last day of each pay cycle between the hours of 4:00 P.M. and 5:00 P.M. or between the hours of 8:00 A.M. and 9:00 A.M. on the Monday following the end of a pay cycle. This policy should reduce the temptation for departments to project time worked during a respective pay cycle. Finally, Human Resources personnel will review timesheets to ensure that timesheets are not being submitted with preauthorized time.

Contact Person: Steve Grant, Director of Human Resources
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State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Finding Control Number: **FA-521-06-04**
SPECIAL TESTS AND PROVISIONS
Failure to Return Funds in a Timely Manner
Student Financial Aid Cluster

We concur with this finding. The University is revising procedures to strengthen monitoring controls encompassing cash management of Federal Family Education Loan funds. Effective Spring Semester 2007, the University will utilize the Banner System to process the return of Title IV loan funds. Once implemented, this process will be executed by the University's Financial Aid office.

Contact Person: Thomas Harris, Director of Financial Aid
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CLAYTON STATE UNIVERSITY

Finding Control Number: **FA-528-06-01**
REPORTING
Reports Not Reconciled
Federal Work-Study Program (CFDA 84.033)
Federal Perkins Loan Program (CFDA 84.038)
Federal Pell Grant Program (CFDA 84.063)

We concur with this finding. This finding was for the 2005 financial aid reporting period. The University has implemented procedures to ensure all reports submitted to the U.S. Department of Education are accurately completed and supported by the accounting records. Beginning with the 2007 academic year, all report documentation will require signature from the Director of Accounting before submission to the DOE. The 2006 FISAP and the 2006 Pell Statement of Account have been reconciled to the accounting records.

Contact Person: Linda D. Corva, Assistant Vice President/Controller
Telephone: (678) 466-4273; E-mail: lindacorva@clayton.edu

Finding Control Number: **FA-528-06-02**
SPECIAL TESTS AND PROVISIONS
Inadequate Controls Over Timesheets
Federal Work-Study Program (CFDA 84.033)

We concur with this finding. The University has implemented procedures to review signatures and dates on all time sheets.

Contact Person: Linda D. Corva, Assistant Vice President/Controller
Telephone: (678) 466-4273; E-mail: lindacorva@clayton.edu

FORT VALLEY STATE UNIVERSITY

Finding Control Number: **FS-533-06-01**
REVENUES/RECEIVABLES/RECEIPTS
CAPITAL ASSETS
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Inadequate Internal Controls

We concur with this finding. Revenues/Receivables/Receipts. The University will implement procedures to greatly improve internal controls. Fort Valley State University Procedure number 405, Cashier Daily Balancing and Deposits, will be changed to reflect the following: the Bursar's will prepare a daily cashier session deposit summary; 4 copies of the summary will be prepared, one copy will be sent to the Comptroller, copy two will be sent to the Director of Accounting Services, copy three will be sent to the Director of Payroll, and the fourth copy will be maintained in the Bursar's Office; copy two will be reviewed by the Director of Accounting Services to ensure that it agrees with the general ledger; copy three will be reviewed by the Director of Payroll to ensure that it agrees with the daily deposit; copy will be kept in Bursar's office for filing; the

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Director of Accounting Services will send a written memorandum to the Bursar's department that a review was performed of the daily cashier session and a copy of the aforementioned memorandum will be sent to the Comptroller; the Director of Payroll will send a written memorandum that a review was performed of the daily cashier session and a copy of the aforementioned memorandum will be sent to the Comptroller. All of the aforementioned memorandums will be kept in the Bursar's office for filing. These revisions will be completed no later than June 30, 2007.

Capital Assets. Fort Valley State Procedure number 1010, Property Control Procedure, will be revised to include procedures relating the acquisition and disposal of property and equipment. Also, Procedure number 1010, will be revised to include instructions on how to track the location of capital assets on campus. These revisions will be completed no later than June 30, 2007.

Expenditures/Liabilities/Disbursements(a). Procedure number 550, Accounts Payable, will be revised to include an approval authority matrix for requisitions and purchase orders that will be based on the dollar amounts of purchases. Procedure number 550 and procedure number 911, Central Receiving Procedures, will be revised to delineate what is considered a complete voucher package before payment is made. These revisions will be completed no later than June 30, 2007.

Expenditures/Liabilities/Disbursements(b). To provide a better system of controls over the use of the University's purchase cards, the accounts payable department will receive additional training on purchase card statements. Then a memorandum will be issued to all card holders restating their responsibilities regarding purchase card transactions. Procedures number 907.12, Purchasing with a State of Georgia Procurement Card, will be revised instructing purchase card holders to review the most recent listing of approved purchase card vendors. These activities will be performed no later than June 30, 2007.

Contact Person: Kevin Howard, Comptroller
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Finding Control Number: **FS-533-06-02**
CAPITAL ASSETS
Inadequate Capital Asset Records

We concur with this finding. The University is in the process of performing a complete physical inventory of fixed assets. This process will provide the University with an accurate inventory of fixed assets. The resulting capital asset listing will provide a source of detail and control to establish a future system of safeguards for capital assets. The resulting total will be agreed to the amounts recorded in the general ledger. Significant discrepancies in capital assets based on the physical inventory will be resolved as best as possible. With respect to the information item number four, the University has identified \$1,396,242.55 of \$5,549,042.29 equipment items listed as unidentifiable. The results of the final inventory certification are still in process. The University will complete the final inventory certification by June 30, 2007.

Contact Person: Kevin Howard, Comptroller
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Finding Control Number: **FS-533-06-03**
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Inadequate Subsidiary Records

We concur with this finding. The University will adopt and implement the current University System of Georgia's month-end procedures manual. All staff under the Comptroller will be trained under the aforementioned manual. This practice will begin by June 30, 2007.

With respect to information item number two, the University provided supporting documentation for \$163,224.62 of the \$163,681.91 recorded in the financial statements resulting in a difference of \$457.29. We will review the detail to investigate the difference and make the appropriate adjustment.

Contact Person: Kevin Howard, Comptroller
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Finding Control Number: **FS-533-06-04**
GENERAL LEDGER
Inadequate Accounting Procedures for Restricted Funds

We concur with this finding. Compliance with laws and regulations regarding Federal grants and contracts is of the utmost importance to the University. Violation of these laws and regulations can impose significant operating and financial penalties on an organization and should be avoided at all cost. We will structure a system capable of properly accounting for the transactions and restrictions relative to these grants as well as maintaining more accurate and complete documentation for all restricted grant revenue and expenses.

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Finding Control Number: **FS-533-06-06**
GENERAL LEDGER
Unsupported Financial Statements

We concur with this finding. The University will develop policies and procedures to ensure the Annual Financial Report (AFR) is current, accurate and complete prior to submission to the Board of Regents. These policies and procedures will be written by June 30, 2007.

Contact Person: Kevin Howard, Comptroller
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Finding Control Number: **FA-533-06-01**
REPORTING
Reports Not Reconciled
Federal Work-Study Program (CFDA 84.033)
Federal Perkins Loan Program (CFDA 84.038)
Federal Pell Grant Program (CFDA 84.063)

We concur with this finding. The University will establish policies and procedures related to the accountability and reporting of all Title IV and State program dollars (i.e. Federal Work-Study, Federal Perkins Loan, Federal Pell Grant, H.O.P.E. Scholarship, etc.). While these procedures are being developed, the University will perform a detail reconciliation of the Banner records to determine the extent and nature of any over/under payment and will make the necessary reporting and reimbursement to the Federal and State Cognizant Agencies. The University will also make the appropriate adjustment, if any, to the internal records. The policies and procedures will be written by June 30, 2007. Also, see Finding Control Number FS-533-06-05.

Contact Person: Kevin Howard, Comptroller
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SAVANNAH STATE UNIVERSITY

Finding Control Number: **FS-548-06-01**
CASH AND CASH EQUIVALENTS
REVENUES/RECEIVABLES/RECEIPTS
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Inadequate Accounting Controls

We concur with this finding. The University will develop new accounting procedures to improve and ensure that adequate internal controls exist over the accounting functions.

Contact Person: Elaine Shavers Campbell, Interim Vice President Business & Finance
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State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Finding Control Number: **FS-548-06-04**
REVENUES/RECEIVABLES/RECEIPTS
Inadequate Control Procedures for Collection of Tuition and Fees

We concur with the finding. The University will develop and implement policies and procedures that will ensure that the billing and collection guidelines for student accounts receivable established in the Board of Regents' Business Procedures Manual is followed. Only students with approved financial aid will be granted a deferment.

Contact Person: Elaine Shavers Campbell, Interim Vice President Business & Finance
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Finding Control Number: **FS-548-06-05**
REVENUES/RECEIVABLES/RECEIPTS
Improper Write-off of Accounts Receivable

We concur with this finding. The University will develop and implement policies and procedures to ensure compliance with state law concerning the write-off of Accounts Receivable.

Contact Person: Elaine Shavers Campbell, Interim Vice President Business & Finance
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Finding Control Number: **FS-548-06-06**
REVENUES/RECEIVABLES/RECEIPTS
GENERAL LEDGER
Inadequate Accounting Procedures

We concur with this finding. The University will review current accounting controls and procedures to identify weaknesses; and design and implement procedures to ensure the correct accounting and reporting of revenues, receivables, and receipts.

The University will also establish accounting procedures that will address the required processes established by the Board of Regents to ensure that the BANNER subsidiary ledger supports the general ledger accounts.

Contact Person: Elaine Shavers Campbell, Interim Vice President Business & Finance
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Finding Control Number: **FS-548-06-08**
EXPENDITURES/LIABILITIES/DISBURSEMENTS
GENERAL LEDGER
Deficiencies in Accounting Procedures

We concur with this finding. The University will review current accounting policies and procedures to identify weakness. New procedures will be implemented to ensure that GAAP journal entries are reviewed for accuracy and appropriateness, the BANNER subsidiary ledger properly supports the general ledger, and that funds are not encumbered or expended in excess of funds available.

Contact Person: Elaine Shavers Campbell, Interim Vice President Business & Finance
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Finding Control: **FS-548-06-09**
CAPITAL ASSETS
Inadequate Capital Asset Records

We concur with this finding. The University will design and implement accounting procedures to ensure that assets are properly recorded and accounted for in the Asset Management Module and on the general ledger.

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Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Contact Person: Elaine Shavers Campbell, Interim Vice President Business & Finance
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Finding Control Number: **FA-548-06-01**
ELIGIBILITY
Inadequate Satisfactory Academic Progress Procedures
Student Financial Aid Cluster Program

We concur with this finding. The University has a policy on repeated courses and it is used when evaluating academic progress. However, the policy regarding repeated courses is not included in the section of the Satisfactory Academic Progress section of the catalogue nor is it present in the Financial Aid Procedures Manual. The University will immediately update both the University catalogue and the Financial Aid Procedures Manual to include this very important aspect of the Satisfactory Academic Progress policy.

Contact Person: Elaine Shavers Campbell, Interim Vice President Business & Finance
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Finding Control Number: **FA-548-06-02**
ELIGIBILITY
Inadequate Control Procedures for Determining Enrollment Status
Student Financial Aid Cluster Program

We concur with this finding. The University acknowledges that financial aid funds were disbursed prior to faculty releasing information on students who are not attending. The University will revise its disbursement schedule to insure that funds are not disbursed before "not attended" students have been received and processed by the Registrar's office. The revised disbursement schedule should be effective Spring FY 2007.

Contact Person: Elaine Shavers Campbell, Interim Vice President Business & Finance
Telephone: (912) 351-3812; E-mail: campbele@savstate.edu

Finding Control Number: **FA-548-06-03**
ELIGIBILITY
Overpayment of Student Financial Aid
Student Financial Aid Cluster Program

We concur with this finding. The University will review and revise where necessary its SAP rules to ensure that non-returning students from previous semesters are included in the SAP process. The process will also be reviewed to ensure that both qualitative and quantitative criteria are used when evaluating satisfactory academic progress.

Contact Person: Elaine Shavers Campbell, Interim Vice President Business & Finance
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Finding Control Number: **FA-548-06-04**
SPECIAL TESTS AND PROVISIONS
Inadequate Control Procedures over Unofficial Withdrawals
Student Financial Aid Cluster Program

We concur with this finding. The University will establish adequate controls to ensure that the procedures in place are utilized and properly applied to determine whether a SFA recipient who began attendance during a semester completed the academic period or unofficially withdrew.

Contact Person: Elaine Shavers Campbell, Interim Vice President Business & Finance
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Finding Control Number: **FA-548-06-05**
SPECIAL TESTS AND PROVISIONS
Deficiencies in Student Financial Aid Refund Process
Student Financial Aid Cluster Program

We concur with this finding. The University will develop and implement policies and procedures to ensure that student financial aid refunds are properly calculated and the unearned funds are correctly returned to the appropriate accounts in a timely manner in accordance with the Higher Education Amendment of 1998, Public Law 105-244.

Also the University will contact the U. S. Department of Education regarding resolution of this finding.

Contact Person: Elaine Shavers Campbell, Interim Vice President Business & Finance
Telephone: (912) 351-3812; E-mail: campbele@savstate.edu

GEORGIA PERIMETER COLLEGE

Finding Control Number: **FS-571-06-01**
ACCOUNTING CONTROLS (OVERALL)
Inadequate General Controls

We concur with this finding. The College has begun an overall risk assessment to address the weaknesses noted. The Office of Information Technology has enhanced documented and implemented procedures to ensure the areas noted are no longer at the risk level observed during the audit.

The physical access to server rooms which housed the financial data has been addressed by the following action:

The back exterior door to the data center at Decatur is locked and alarmed. It is used only for moving large equipment into or out of the data center, and then only under close supervision by a staff member of the Office of Information Technology (OIT). The only other door into the data center is the interior door. There is a card-key reader on this door that records the last 1000 accesses. Only previously approved OIT, Plant Operations, and Public Safety staff members have card-key access to this door. Within each area previously listed, there are criteria that must be met to allow approval of such access to the data center via this door. An additional door is being added during construction December 2006/January 2007 that gives plant personnel access to the electrical closet without allowing them to access the data center. This is an additional step to minimize the number of personnel allowed in the area. A manual log is kept for all accesses as well. If this location is visited by contractor or vendor personnel, they are escorted by authorized College personnel. The authorized College personnel must also stay with the outside contractor or vendor while work is performed in the data center location. The College expects to relocate the data center to a site with automated secure access with the coming year.

Encryption software was not enabled for the wireless network has been addressed by the following action:

The GPC wireless network was originally designed as a supplement, not a substitute, for the College wired network. As such, its use was never intended for access to student records, payroll, human resources, or any information that is deemed critical to the mission of the College. Please see the College Wireless Access Policy at <http://www.gpc.edu/Governance/policies/1100/1107WirelessPolicy.htm>. Since the wireless system operates on the College's trusted computer network, encryption of data was never enabled. The College has used, and is currently working on, a user authentication process for wireless access. A redeployment of the BlueSocket Wireless Gateways for user authentication is planned. Additional investigation of wireless security will continue, including a meeting scheduled with Cisco Systems to discuss wireless security at the College.

Security auditing and monitoring was not enabled on significant applications has been addressed by the following action:

There are two main applications utilized by the College: PeopleSoft for human resource management and financials; and SCT Banner for the student information system. The PeopleSoft application is hosted by the University System of Georgia's (USG) Office of Information and Instructional Technology (OiiT). PeopleSoft resources and decisions regarding auditing are handled at the University System Level. The College does not have any input regarding the

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Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

features that are enabled. As for SCT Banner, the updated procedure is as follows:

- Budget managers request Banner access for new employees through a web based account request form.
- Data Stewards from Student Records, Student Accounts and Financial Aid approve the user role/class.
- OIT adds users to Banner Security based on the approval received from the Data Stewards.
- Each quarter, a report including all Banner users and their security class information is sent to the data stewards for verification and validation. Each data steward must review the report and confirm in writing the user and access information is correct. This confirmation or change document request is stored if correct or processed respectively by OIT.

Additional planned steps to be implemented by 3rd Quarter of fiscal year 2007:

- The College's OIT will validate that users have a current employee ID prior to adding them to Banner Security. This will be possible due to additional development regarding another service application.
- Further investigation of the internal audit process within the SCT Banner application is also being reviewed. Currently a business review is being conducted that shares the resources needed to activate this feature in the future.

The inadequate separation of duties in the BANNER system has been addressed by the following action:

The College has reviewed and restructured the BANNER security classes and roles. A procedure for requesting access has been created to validate that users have the correct functional access based on their functional role in the College. In addition, terminated employees and multiple IDs have either been removed from Banner Security or consolidated for more restrictive control over data access. Members of OIT no longer have maintenance access to the Production tables. The faculty of the College have also been removed from Banner and can only access information via the Faculty Self Service product.

Contact Person: Bruce Briggs, Chief Information Officer and Associate Vice President
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Finding Control Number: **FA-571-06-01**

ELIGIBILITY

Students Failed to Maintain Satisfactory Academic Progress
Student Financial Aid Cluster Program

We concur with this finding. The Department acknowledges that Satisfactory Academic Progress (SAP) was not assessed accurately and in the instance of a SAP appeal, the documentation was misplaced after a counselor awarded Federal aid in consideration of extenuating circumstances.

At the end of each term, student financial aid uses Banner to review and determine students' financial aid eligibility with regard to academic progress. The Department is currently working with the Office of Information Technology to review SAP calculation rules in Banner and make changes as necessary to meet Federal requirements. The Department will contact the grantor agencies to reach resolution.

Effectively immediately, when students submit SAP appeals with supporting documentation, the documents will be placed in the students' files, and the files will be routed to the committee for review. Beginning January 22, 2007, SAP appeals and documentation will be sent to the Imaging Center. Appeals and documentation will then be reviewed and processed from scanned documents without the risk of being misplaced.

Contact Person: Bonita King, Associate Director of Financial Aid
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State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Finding Control Number: **FA-571-06-02**
SPECIAL TESTS AND PROVISIONS
Students Failed to Provide Adequate Documentation
Student Financial Aid Cluster Program

We concur with this finding. The Department acknowledges that student financial aid personnel did not properly examine the tax return documentation to ensure that all required signatures were on the document as required. The Department has enhanced procedures to ensure that tax documentation is thoroughly reviewed for all required signatures.

As initial review of documentation for completeness and required signatures at the time of submission and a second review by the counselor during verification are part of the enhanced procedures. To self assess these procedures the Department will also select random files for quality assurance to determine problem areas.

Contact Person: Audrea Barnes, Associate Director of Financial Aid
Telephone: (678) 891-3405; Fax: (404) 294-3552; E-mail: abarnes@gpc.edu

GEORGIA HIGHLANDS COLLEGE

Finding Control Number: **FS-573-06-01**
REVENUES/RECEIVABLES/RECEIPTS
Inadequate Accounting Procedures for Accounts Receivable

We concur with this finding. Some of these receivables dated to the 1990s and there were not sufficient documentations on records to validate them as legitimate receivables. We discussed these with the Board of Regents staff, the State Accounting Office, and the State Auditors Office. To properly reflect the financial condition of the College, these receivables needed to be removed. However, because of the amount involved, they had to be considered significant and therefore a finding was in order. We have now removed all questionable receivables and are following the due diligence policy on all receivables subsequent to the write-off for which we have been cited.

Contact Person: Wilbur B. Shuler, Vice President for Finance and Administration
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Finding Control Number: **FS-573-06-02**
GENERAL LEDGER
CAPITAL ASSETS
Inadequate Accounting Procedures

We concur with this finding. This resulted from a misunderstanding of the data. Corrections were made in September 2006 and procedures were initiated to prevent a recurrence. Further, additional training is being provided.

Contact Person: Wilbur B. Shuler, Vice President for Finance and Administration
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SOUTH GEORGIA COLLEGE

Finding Control Number: **FS-587-06-01**
CAPITAL ASSETS
Inadequate Accounting Procedures

We concur with this finding. The College worked with the Board of Regents' Office of Information Technology (OIT) to reconcile the PeopleSoft Asset Management Module with the Capital Ledger using the information supplied by the Department of Audits. The database intervention was done in January of 2006 and the corrections were made.

The College recognizes that reconciliation of the subsidiary Asset Management Module to the Capital ledger is a requirement. All issues have been identified and correcting entries are being made to the appropriate ledgers. Steps are being taken each month to insure that these ledgers are reconciled.

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Contact Person: Wanda E. Lloyd, Vice President for Business Affairs
Telephone: (912) 389-4227; Fax: (912) 389-4661; E-mail: wlloyd@sga.edu

GEORGIA AVIATION AND TECHNICAL COLLEGE

Finding Control Number: **FS-816-06-01**
CASH AND CASH EQUIVALENTS
Inadequate Accounting Procedures

We concur with this finding. GAVTC acknowledges that procedures were not in place to insure that all reconciling items on monthly bank reconciliations were corrected in a timely manner.

Effective January 31, 2007, bank reconciliations will be reviewed by the VPA on a monthly basis. This procedure will hold the preparer accountable and should insure that items are cleared up on a timely basis.

Contact Person: Jana Mullis, Director of Accounting
Telephone: (478) 374-6577; Fax: (478) 448-1019; E-mail: janamullis@gaaviationtech.edu

Finding Control Number: **FS-816-06-03**
REVENUES/RECEIVABLES/RECEIPTS
Inadequate Accounting Procedures

We concur with this finding. We recognize that Banner student accounts receivable must be recorded to the general ledger in order to properly reflect the College's position.

Effective March 31, 2007, and each quarter thereafter, the Director of Accounting will be responsible for preparing an A/R aging analysis by source for review by the VPA. After determining the accounts that are uncollectible, the VPA will grant approval to perform write-offs. This procedure will insure that receivables are timely. A journal entry will be posted at the end of the fiscal year to record the receivables recorded in Banner.

Contact Person: Jana Mullis, Director of Accounting
Telephone: (478) 374-6577; Fax: (478) 448-1019; E-mail: janamullis@gaaviationtech.edu

Finding Control Number: **FS-816-06-04**
GENERAL LEDGER
Deficiencies in Financial Statement Presentation

We concur with this finding. The GAAP basis financial statements were not supported by adequate accounting records.

A monthly reconciliation of deferred revenue (flight fees) will be performed by the Director of Accounting and reviewed by the VPA.

The capital assets ledger will be reconciled by the Director of Accounting on a quarterly basis. The VPA will review this reconciliation.

The Director of Accounting will adjust the GAAP ledger as of June, 2006 in order to accurately reflect the amounts represented within the audit report for FYE 2006. In addition, GAAP entries will be prepared by the Director of Accounting and approved by the VPA to insure accuracy at year-end.

The requirement of the VPA's approval should hold the Director of Accounting responsible for each of these reconciliations, insuring that accounts are reconciled and adjusted in a timely manner.

Contact Person: Jana Mullis, Director of Accounting
Telephone: (478) 374-6577; Fax: (478) 448-1019; E-mail: janamullis@gaaviationtech.edu

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

LANIER TECHNICAL COLLEGE

Finding Control Number: **FS-834-06-01**

CAPITAL ASSETS

Inadequate Capital Asset Records

Repeated From Prior Year

We concur that Lanier Technical College did not record \$585,554.45 in building renovations within the Capital Assets module during fiscal year 2006. This oversight was due to a lack of follow up on reconciling items listed on the reconciliation of fixed assets. A reconciliation procedure has been developed which provides detailed steps on dealing with reconciling items. Discussions have also taken place with the staff that enter information into the asset management system and that perform the inventory reconciliations to stress the importance of maintaining accurate fixed asset records.

Contact Person: Lake Gibson, Vice President of Administrative Services
Telephone: (770) 531-6310; Fax: (770) 531-6426; E-mail: lake@laniertech.edu

SAVANNAH TECHNICAL COLLEGE

Finding Control Number: **FS-841-06-01**

GENERAL LEDGER

Deficiencies in Financial Statement Presentation

We concur with this finding. After FY 2005 audits, the Administrative Office of the Georgia Department of Technical and Adult Education formed a GAAP committee of the Vice Presidents of Administrative Services from the Technical Colleges. The GAAP committee will have to revise their standard GAAP procedures to use in preparing their year end GAAP basis financial statements in accordance with generally accepted accounting principles for inclusion in the State's CAFR and Single Audit Act. These procedures will be ready to use before our next year-end close to ensure all GAAP entries created are standardized by each technical college and all procedures will be approved by the Georgia Department of Audits and Accounts.

I requested our State Office conduct GAAP training in conjunction with the regional audit offices so they could expound on all issues found at the technical colleges. DTAE has made the request and plans to have the training at our May VPA meeting.

Contact Person: Susan Z. Turner, Vice President of Administrative Services
Telephone: (912) 443-5485; Fax: (912) 443-5489; Email: sturner@savannahtech.edu

OGEECHEE TECHNICAL COLLEGE

Finding Control Number: **FS-844-06-01**

REVENUES/RECEIVABLES/RECEIPTS

Inadequate Accounting Procedures

We concur with this finding.

Procedures for cash receipting and deposit preparation duties have been separated by hiring of a cashier position therefore, providing separation of duties from the Accounts Receivable Technician.

Receipting funds from the colleges collection centers have been strengthened by implementing and requiring daily deposits of all funds from the collection sites throughout the college to ensure that deposits are made in a timely manner.

Effective February 1, 2007

Contact Person: Eyvonne C. Hart, Acting Executive Director of Fiscal Operations
Telephone: (912) 486-7784; E-mail: ehart@ogeecheetech.edu

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Contact Person: Patsy P. Rushing, Director of Accounting
Telephone: (912) 871-1603; E-mail: prushing@ogeecheetech.edu

Finding Control Number: **FS-844-06-02**
GENERAL LEDGER
Deficiencies in Financial Statement Presentation

We concur with this finding.

The College will implement checks and balances to ensure that cross training has occurred with year end GAAP entries and guarantee all transactions are posted correctly.

Effective February 1, 2007

Contact Person: Eyvonne C. Hart, Acting Executive Director of Fiscal Operations
Telephone: (912) 486-7784; E-mail: ehart@ogeecheetech.edu

Contact Person: Patsy P. Rushing, Director of Accounting
Telephone: (912) 871-1603; E-mail: prushing@ogeecheetech.edu

SWAINSBORO TECHNICAL COLLEGE

Finding Control Number: **FS-845-06-01**
GENERAL LEDGER
Deficiencies in Financial Statement Presentation

We concur with this finding. The College acknowledges that some of the entries prepared were not correct as presented in the template. One entry was prepared incorrectly, one entry was left off, and six, although prepared correctly, were posted to the wrong line in the template. The college realizes the importance of the accuracy of this data and will take immediate steps to put procedures in place and initiate actions that will work towards resolving this deficiency.

The technical college will work to train an additional employee to be able to prepare these entries. To assist in this effort, this employee will attend, along with the VPAS, the GAAP committee meetings that are a part of the DTAE VPAS committees. The VPAS has prepared the entries for the first two years of this requirement. Due to SAO closing the books over one month late, the VPAS was gone out on maternity leave before the books closed and the entries could be completed for fiscal year 2006, leaving this requirement to the Director of Accounting who had no training and less than one year on the job. The technical college made DTAE and Department of Audits aware of this situation and the concern as to how this would be accomplished.

Contact Person: Stacie Avery, CPA, Vice President of Administrative Services
Telephone: (478) 289-2314; Fax: (478) 289-2315; E-mail: savery@swainsborotech.edu

FLINT RIVER TECHNICAL COLLEGE

Finding Control Number: **FS-847-06-01**
EMPLOYEE COMPENSATION
EXPENDITURES/LIABILITIES/DISBURSEMENTS
Inadequate Internal Controls

We concur with this finding. Flint River Technical College acknowledges that its accounting procedures were insufficient to provide for adequate controls over Employee Compensation for hourly employees. Effective July 1, 2006, in addition to requiring closer review and checking of time sheets by supervision, the College payroll department person is personally recalculating hours worked from the time sheets and any differences from the supervisory approved totals are questioned, reconciled, and corrected before payment. Only supervision are allowed to provide the time sheets to Payroll rather than allowing any instances of employees delivering their own time sheets to limit the possibility of employee falsification after supervisory approval.

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Flint River Technical College further acknowledges that the accounting procedures of the College were insufficient to provide for adequate controls over Expenditures/Liabilities/Disbursements. As implemented in the Prior Year Corrective Action Plan, effective November 17, 2005, signed receiving reports for all items and services purchased on a purchase order was implemented. Effective July 1, 2006, the College is also requiring a signed receiving confirmation for all items and most services purchased directly through Accounts Payable where a Purchase Order is not required or is not cost beneficial. The College has established the policy effective July 1, 2006 to only make payments from officially rendered invoices, although the College believes there are a few instances where some vendors, such as hotel vendors, teachers conferences, and the like, will not render an invoice in advance of the service but will yet still require advance payment from other documentation as is normal in the industry.

Contact Person: Wayne Sandefur, Vice President, Administrative Services
Telephone: (706) 646-6150; Fax: (706) 646-6163; E-mail: wsandefur@flintrivertech.edu

Finding Control Number: **FS-847-06-02**

CAPITAL ASSETS

Inadequate Internal Controls

We concur with this finding. Flint River Technical College acknowledges that accounting procedures of the College were insufficient to provide for adequate controls over Capital Assets. Effective 12/1/06, the College has implemented improved procedures to insure all items are tagged upon receipt, whereas in the past tags were issued to asset custodians after payment for the items. The College will conduct meetings in early 2007 and provide training on the importance of asset custodians providing accurate information during asset receipts, transfers, dispositions, and the taking of physical inventory. Beginning January, 2007 the College will increase sample testing of assets to determine any issues which identify any weaknesses in the control system so that they may be timely corrected.

Contact Person: Wayne Sandefur, Vice President, Administrative Services
Telephone: (706) 646-6150; Fax: (706) 646-6163; E-mail: wsandefur@flintrivertech.edu

GEORGIA HIGHER EDUCATION ASSISTANCE CORPORATION

Finding Control Number: **FS-918-06-01**

ACCOUNTING CONTROLS (OVERALL)

Failure to provide a reconciliation of the September 30, 2004 ED Form 2000 to the National Student Loan Data System (NSLDS) extract

We agree that we have not reconciled ED Form 2000 to NSLDS.

The Corporation's service provider, Great Lakes, continues to work on an error exception tool which they refer to as the "Reconciliation Report". This tool is intended to verify that the two extract programs (NSLDS and Form 2000) are evaluating the system data in the same manner. This tool is not intended to reconcile the Form 2000 and NSLDS.

Due to timing differences and current data definition differences, reconciliation of these two reports is not practical. However, the DOE does provide grantors with an Annual Reasonability Report that compares selected annual GAFR items and NSLDS data. This report is provided to allow grantors to research questionable variances between NSLDS data and the data used to report on the GAFR. The review of these reports provides a representation of the data integrity between NSLDS and the ED Form 2000.

Based on "The Financial Partners Guaranty Agency Review Guide" dated 11/22/02, the DOE uses the Reasonability Report as a means of identifying unacceptable discrepancies between NSLDS and Form 2000.

Contact Person: Gerlda B. Hines, Vice President/Group Controller
Telephone: (770) 724-9116; E-mail: gerldah@gsfc.org

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Finding Control Number: **FS-918-06-02**
REVENUES/RECEIVABLE RECEIPTS

Failure to establish adequate procedures to verify a student's loan status with the lender as well as establish adequate procedures to ensure that lenders report and that the Corporation properly records loans paid in full

We agree that three exceptions out of a sample of sixty were noted during the current review. The Corporation will continue to look for ways to enhance this reporting.

The Corporation's current procedure provides the Unreported Loan report to all lenders quarterly. This report provides a list of loans that the lender has failed to report to the guarantor in the previous quarter. This procedure alerts and encourages lenders about their responsibility to provide information about loans that they have missed in their monthly reporting to the guarantor.

As an enhancement to this procedure, beginning in January 2006, the Corporation also requests the same queries from NSLDS that the DOE uses in its audits. These queries are reviewed and when applicable, are sent to lenders to request updated information. These queries are requested biannually in January and July.

Contact Person: Gerlda B. Hines, Vice President/Group Controller
Telephone: (770) 724-9116; E-mail: gerldah@gsfc.org

Finding Control Number: **FS-918-06-03**
REVENUES/RECEIVABLES/RECEIPTS
Failure to maintain current records

The Corporation implemented a new process in fiscal year 2006 which ensures that all accounts with negotiated settlement payments are processed appropriately and reflect a paid in full status upon completion of the settlement transaction. Since being implemented, this procedure has resolved the proper processing of settlement payments.

As additional information, the finding was based on activity occurring in 2003, which was prior to implementation of the new procedure in fiscal year 2006.

Contact Person: Gerlda B. Hines, Vice President/Group Controller
Telephone: (770) 724-9116; E-mail: gerldah@gsfc.org

Finding Control Number: **FA-918-06-01**
REPORTING

Failure to provide a reconciliation of the September 30, 2004 ED Form 2000 to the National Student Loan Data System (NSLDS) extract

See response to Financial Audit Finding FS-918-06-01

Contact Person: Gerlda B. Hines, Vice President/Group Controller
Telephone: (770) 724-9116; E-mail: gerldah@gsfc.org

Finding Control Number: **FA-918-06-02**
REPORTING

Failure to establish adequate procedures to verify a student's loan status with the lender as well as establish adequate procedures to ensure that lenders report and that the Corporation properly records loans paid in full

See response to Financial Audit Finding FS-918-06-02

Contact Person: Gerlda B. Hines, Vice President/Group Controller
Telephone: (770) 724-9116; E-mail: gerldah@gsfc.org

State of Georgia

Auditee's Corrective Action Plans For the Fiscal Year Ended June 30, 2006

Finding Control Number: **FA-918-06-03**
REPORTING
Failure to maintain current records

See response to Financial Audit Finding FS-918-06-03

Contact Person: Gerlda B. Hines, Vice President/Group Controller
Telephone: (770) 724-9116; E-mail: gerldah@gsfc.org

GEORGIA AGRIRAMA DEVELOPMENT AUTHORITY

Finding Control Number: **FS-940-06-01**
CAPITAL ASSETS
Inadequate Capital Asset Records

We concur with this finding. The management of the Georgia Agrirama Development Authority recognizes the importance of recording capital assets at their historical cost or estimated historical cost when actual records are not available. Therefore, going forward, policies and procedures will be implemented to ensure the accuracy of capital assets. Asset costs for buildings and land will be derived from GSFIC construction documents for newly acquired and constructed assets, or, estimated historical costs including improvements, for those assets donated to the Authority. Management will make best efforts to determine historical value based on industry/historical society standards for determining the value for donated buildings.

Contact Person: James A. Higgins, Program Director
Telephone: (229) 386-3202; Fax: (220) 386-3386; E-mail: director@agrirama.com

JUDGES OF PROBATE COURT RETIREMENT FUND

Finding Control Number: **FS-949-06-01**
BENEFIT PAYMENT
Overpayment of Retirement Benefit

We concur with this finding. The Retirement Fund has implemented procedures to ensure that the overpayment of retirement benefits does not occur in the future. The new payment system has two individuals entering the retirement benefit data into two different and independent computer systems. The two systems are updated by two different individuals and a cross reference is made to ensure that the amount of fund payments match.

Contact Person: Robert W. Carter, Secretary/Treasurer
Telephone: (770) 228-8461; Fax: (770)412-1236; E-mail: bcarterpoab@aol.com

OCONEE REGIONAL EDUCATIONAL SERVICE AGENCY

Finding Control Number: **FS-8664-06-01**
EMPLOYEE COMPENSATION
Inaccurate Reporting of Senior Management Compensation

We concur with this finding. Oconee RESA acknowledges that the Senior Management on loan from Washington County Schools salary and travel was not appropriately reported as stated in O.C.G.A. 50-6-27.

We will establish a Board of Control procedure to accurately report Senior Management salary, travel and deferred annuity compensation as an employee. The procedure will be established and followed during the remainder of this fiscal year and annually thereafter.

Contact Person: Frieda Brinson, Business Manager
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Appendix “A”
Organizational Units

State of Georgia

Listing of Organizational Units Comprising The State of Georgia Reporting Entity For the Fiscal Year Ended June 30, 2006

<u>ORGANIZATIONAL UNIT</u>	<u>CONTROL NUMBERS</u>
Accounting Office, State	407
Administrative Services, Department of	403
Agricultural Exposition Authority, Georgia	926
Agriculture, Department of	402
Agrirama Development Authority, Georgia	940
Audits and Accounts, Department of (*)	404
Aviation Hall of Fame, Georgia	483
Banking and Finance, Department of	406
Building Authority, Georgia	
Regular (*)	900
Hospital (*)	903
Markets (*)	904
Penal (*)	905
Community Affairs, Department of	428
Community Health, Department of (*)	419
Correctional Industries Administration, Georgia	921
Corrections, Department of	467
Defense, Department of	411
Development Authority, Georgia (*)	914
Driver Services, Department of	475
Early Care and Learning, Department of	469
Economic Development, Department of	429
Economic Development Foundation, Incorporated, Georgia	989
Education, Department of	414
Education Authority (University), Georgia (*)	907
Environmental Facilities Authority, Georgia (*)	928
Financing and Investment Commission, Georgia State (*)	409
Forestry Commission, Georgia	420
Games Commission, Georgia State	496
General Assembly, Georgia (*)	444
Golf Hall of Fame, Georgia	958
Golf Hall of Fame Authority, Georgia	975
Governor, Office of the	422
Higher Education Assistance Corporation, Georgia (*)	918
Highway Authority, Georgia	924
Housing and Finance Authority, Georgia (*)	923
Human Resources, Department of	427
Insurance, Department of	408
International and Maritime Trade Center Authority, Georgia (*)	974
Investigation, Georgia Bureau of	471
Jekyll Island State Park Authority	910
Judicial Branch	430
Juvenile Justice, Department of	461
Labor, Department of	440
Lake Lanier Islands Development Authority	913
Law, Department of	442
Lottery Corporation, Georgia (*)	973
Music Hall of Fame Authority, Georgia	929

State of Georgia

Listing of Organizational Units Comprising The State of Georgia Reporting Entity For the Fiscal Year Ended June 30, 2006

<u>ORGANIZATIONAL UNIT</u>	<u>CONTROL NUMBERS</u>
Natural Resources, Department of	462
North Georgia Mountains Authority	912
Oconee River Greenway Authority	988
OneGeorgia Authority	981
Pardons and Paroles, State Board of	465
Pension Funds	
Class Nine Fire Department Pension Fund	983
Employees' Retirement System of Georgia (*)	
Regular	416
Deferred Compensation Plan	n/a
Defined Contribution Plan	n/a
District Attorneys Retirement Fund	946
Judicial Retirement System, Georgia	n/a
Legislative Retirement System	n/a
Military Pension Fund, Georgia	n/a
Public School Employees' Retirement System	468
State Employees' Assurance Department	n/a
Superior Court Judges Retirement Fund	945
Firefighter's Pension Fund, Georgia	950
Judges of the Probate Courts Retirement Fund	949
Peace Officers' Annuity and Benefit Fund of Georgia	947
Sheriffs' Retirement Fund of Georgia	951
Superior Court Clerks' Retirement Fund of Georgia (*)	948
Teachers Retirement System of Georgia (*)	482
Personnel Board State - Merit System of Personnel Admin.	460
Ports Authority, Georgia (*)	916
Properties Commission, State (*)	203
Public Safety, Department of	466
Public Service Commission	470
Public Telecommunications Commission, Georgia	977
Rail Passenger Authority, Georgia	960
Regents of the University System of Georgia, Board of	472
Colleges, Universities and Foundations	
Research Universities	
Georgia Institute of Technology (*)	503
Georgia Tech Athletic Association (*)	5032
Georgia Tech Facilities, Incorporated (*)	5034
Georgia Tech Foundation, Incorporated (*)	5035
Georgia Tech Research Corporation (*)	5036
Georgia State University	509
Georgia State University Foundation (*)	5091
Medical College of Georgia	512
Medical College of Georgia Foundation, Incorporated (*)	5122
Medical College of Georgia Health, Incorporated (*)	5124
Medical College of Georgia Physician's Practice Group Foundation (*)	5125

State of Georgia

Listing of Organizational Units Comprising The State of Georgia Reporting Entity For the Fiscal Year Ended June 30, 2006

<u>ORGANIZATIONAL UNIT</u>	<u>CONTROL NUMBERS</u>
Regents of the University System of Georgia, Board of <i>(continued)</i>	
Colleges, Universities and Foundations <i>(continued)</i>	
Research Universities <i>(continued)</i>	
University of Georgia (*)	518
University of Georgia Athletic Association, Incorporated (*)	5181
University of Georgia Foundation (*)	5182
University of Georgia Research Foundation, Incorporated (*)	5184
Regional Universities	
Georgia Southern University	539
Georgia Southern University Housing Foundation, Incorporated (*)	5392
Valdosta State University	551
State Universities	
Albany State University	521
Armstrong Atlantic State University	524
Augusta State University	527
Clayton State University	528
Columbus State University	530
Fort Valley State University	533
Georgia College and State University	536
Georgia College and State University Foundation (*)	5362
Georgia Southwestern State University	542
Kennesaw State University	543
Kennesaw State University Foundation, Incorporated (*)	5431
North Georgia College and State University	545
Savannah State University	548
Southern Polytechnic State University	550
University of West Georgia	554
State Colleges	
Dalton State College	569
Georgia Gwinnett College	540
Macon State College	581
Two-Year Colleges	
Abraham Baldwin Agricultural College	557
Atlanta Metropolitan College	561
Bainbridge College	562
Coastal Georgia Community College	563
Darton College	570
East Georgia College	572
Georgia Highlands College	573
Gainesville College	575
Georgia Perimeter College	571
Gordon College	576
Middle Georgia College	584
South Georgia College	587
Waycross College	589
Other	
Georgia Military College	968
Skidaway Institute of Oceanography	593

State of Georgia

Listing of Organizational Units Comprising The State of Georgia Reporting Entity For the Fiscal Year Ended June 30, 2006

<u>ORGANIZATIONAL UNIT</u>	<u>CONTROL NUMBERS</u>
Regional Educational Service Agencies (RESA)	
Central Savannah River Area RESA	8684
Chattahoochee-Flint RESA	8724
Coastal Plains RESA	8864
First District RESA	8804
Griffin RESA	8624
Heart of Georgia RESA	8764
Metropolitan RESA	8564
Middle Georgia RESA	8644
North Georgia RESA	8524
Northeast Georgia RESA	8584
Northwest Georgia RESA	8504
Oconee RESA	8664
Okefenokee RESA	8884
Pioneer RESA	8544
Southwest Georgia RESA	8844
West Georgia RESA	8604
Regional Transportation Authority, Georgia	976
Removal of Hazardous Materials, Agency for	497
Revenue, Department of	474
Road and Tollway Authority, State (*)	927
Sapelo Island Heritage Authority	942
Secretary of State	478
Seed Development Commission, Georgia	919
Soil and Water Conservation Commission, State	480
Southwest Georgia Railroad Excursion Authority	984
Sports Hall of Fame Authority, Georgia	944
Stone Mountain Memorial Association (*)	911
Student Finance Authority, Georgia (*)	917
Student Finance Commission, Georgia	476
Subsequent Injury Trust Fund Board of Trustees	489
Superior Court Clerks Cooperative Authority, Georgia (*)	955
Technical and Adult Education, Department of	415
State Technical Colleges	
Albany Technical College	820
Altamaha Technical College	821
Appalachian Technical College	840
Athens Technical College	822
Atlanta Technical College	823
Augusta Technical College	824
Aviation and Technical College, Georgia	816
Central Georgia Technical College	835
Chattahoochee Technical College	827
Columbus Technical College	828
Coosa Valley Technical College	829
DeKalb Technical College	830
East Central Technical College	825
Flint River Technical College	847

State of Georgia

Listing of Organizational Units Comprising The State of Georgia Reporting Entity For the Fiscal Year Ended June 30, 2006

<u>ORGANIZATIONAL UNIT</u>	<u>CONTROL NUMBERS</u>
Technical and Adult Education, Department of <i>(continued)</i>	
State Technical Colleges <i>(continued)</i>	
Griffin Technical College	831
Gwinnett Technical College	832
Heart of Georgia Technical College	833
Lanier Technical College	834
Middle Georgia Technical College	836
Moultrie Technical College	837
North Georgia Technical College	838
North Metro Technical College	839
Northwestern Technical College	849
Ogeechee Technical College	844
Okefenokee Technical College	818
Sandersville Technical College	817
Savannah Technical College	841
South Georgia Technical College	842
Southeastern Technical College	843
Southwest Georgia Technical College	846
Swainsboro Technical College	845
Valdosta Technical College	848
West Central Technical College	826
West Georgia Technical College	819
Technology Authority, Georgia	980
Tourism Foundation, Georgia	990
Transportation, Department of	484
Treasury and Fiscal Services, Office of	486
Veterans Service, State Department of	488
Workers' Compensation, State Board of	490
World Congress Center Authority, Geo. L. Smith II, Georgia	922

(*) Audits of these organizational units performed in whole or in part by other auditors.