

STATE OF KANSAS
Topeka, Kansas

SINGLE AUDIT REPORT
Year Ended June 30, 2018

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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Legislative Post Audit Committee
Kansas State Legislature
State of Kansas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of Kansas (the State), as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the State's basic financial statements, and have issued our report thereon dated November 16, 2018. Our report includes a reference to other auditors who audited the financial statements of the various component units of the six state universities, the Kansas Development Finance Authority (K DFA), the Kansas Center for Entrepreneurship (KCE), the Kansas Turnpike Authority (KTA), the Information Network of Kansas, Inc. (INK), Kansas Lottery and the Kansas Universal Services Fund (reported within the State Regulatory Boards and Commission Fund) as described in our report on the State's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the various component units of the six state universities, KCE and INK were not audited in accordance with *Government Auditing Standards*.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the State's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the State's internal control. Accordingly, we do not express an opinion on the effectiveness of the State's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying financial statement schedule of findings listed as 2018-001, 2018-002, 2018-003, and 2018-004 that we consider to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the State's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

State of Kansas' Response to Findings

The State's response to the findings identified in our audit are described in the accompanying financial statement schedule of findings. The State's response were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Greenwood Village, Colorado
November 16, 2018



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM, REPORT ON INTERNAL CONTROL OVER COMPLIANCE, AND
REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY THE UNIFORM GUIDANCE**

Legislative Post Audit Committee
Kansas State Legislature
State of Kansas

Report on Compliance for Each Major Federal Program

We have audited the State of Kansas' (the State) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the State's major federal programs for the year ended June 30, 2018. The State's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

The State's basic financial statements include the operations of the six State universities, whose various component units received federal awards, which are not included in the schedule of expenditures of federal awards during the year ended June 30, 2018. Our audit, described below, did not include the operations of various component units of the State, including component units of the six State universities because the university component units engage other auditors to perform audits in accordance with Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The schedule of expenditures of federal awards does include the federal awards received by the Kansas Housing Resources Corporation, which is a component unit of the State.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the State's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the State's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the State's compliance.

Opinion on Each Major Federal Program

In our opinion, the State complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2018.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2018-005, 2018-007, 2018-008, 2018-009, 2018-010, 2018-011, 2018-012, 2018-013, 2018-014, 2018-015, 2018-016, and 2018-017. Our opinion on each major federal program is not modified with respect to these matters.

The State's responses to the noncompliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The State's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Report on Internal Control Over Compliance

Management of the State is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the State's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the State's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2018-005, 2018-008, 2018-011, 2018-013, 2018-014, 2018-015, and 2018-016 to be material weaknesses.

A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2018-006, 2018-007, 2018-009, 2018-010, 2018-012, and 2018-017 to be significant deficiencies.

The State's responses to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The State's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of Kansas (the State) as of and for the year ended June 30, 2018. We issued our report thereon dated November 16, 2018, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Greenwood Village, Colorado
March 8, 2019

STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>			<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
U. S. Department of Agriculture	Child Nutrition Cluster:	Direct Award					
			School Breakfast Program	10.553 \$ 31,589,202			\$ 31,416,572
			National School Lunch Program	10.555 117,464,105			117,167,388
			Special Milk Program for Children	10.556 59,011			59,011
			Summer Food Service Program for Childre	10.559 4,844,066			4,610,552
			Total Child Nutrition Cluster	<u>\$153,956,384</u>			<u>\$153,253,523</u>
	Community Facilities Loans and Grants Cluster:	Direct Award					
			Community Facilities Loans and Grant:	10.766 59,183			0
			Total Community Facilities Loans and Grants Cluster	<u>\$59,183</u>			<u>0</u>
	Food Distribution Cluster:	Direct Award					
			Commodity Supplemental Food Program	10.565 453,259			368,007
			Emergency Food Assistance Program (Administrative Costs)	10.568 678,169			151,835
			Total Food Distribution Cluster	<u>\$1,131,428</u>			<u>\$519,842</u>
		Non-Monetary Award					
			Commodity Supplemental Food Program	10.565 1,377,901			0
			Emergency Food Assistance Program (Administrative Costs)	10.568 2,638,007			0
			Total Food Distribution Cluster	<u>\$4,015,908</u>			<u>0</u>
	Foreign Food Aid Donation Cluster:	Indirect Award					
			Food for Progress	10.606 660,210	American Soybean Association	FCC-641-2015/016-00	481,253
			Total Foreign Food Aid Donation Cluster	<u>\$660,210</u>			<u>\$481,253</u>
	Research and Development Programs Cluster:	Direct Award					
			Agricultural Research Basic & Applied	10.000 5,773			0
			Plant and Animal Disease, Pest Control, and Animal Care	10.001 2,398,829			0
			Wildlife Services	10.025 357,693			105,724
				10.028 15,693			0
			Federal-State Marketing Improvement Program	10.156 74,242			0
			Farmers' Market and Local Food Promotion Program	10.168 116,395			0

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Grants for Agricultural Research, Special Research Grants	10.200	3,060,529			1,627,516
Higher Education - Graduate Fellowships Grant Program	10.210	38,627			0
Higher Education - Institution Challenge Grants Program	10.217	18,233			0
Secondary and Two-Year Postsecondary Agriculture Education Challenge Grants	10.226	1,642			0
Agricultural and Rural Economic Research, Cooperative Agreements and Collaborations	10.250	168,855			42,733
Agricultural Market and Economic Research Integrated Programs	10.290	20,780			0
	10.303	300,749			59,858
Homeland Security Agricultural Specialty Crop Research Initiative	10.304	362,691			256,310
	10.309	1,671,122			1,331,390
Agriculture and Food Research Initiative Biomass Research and Development Initiative	10.310	6,893,747			2,380,254
Competitive Grants Program (BRDI)	10.312	390			0
Sun Grant Program	10.320	642			0
Capacity Building for Non-Land Grant Colleges of Agriculture (NLGCA)	10.326	177,098			0
National Food Safety Training, Education, Extension, Outreach, and Technical Crop Protection and Pest Management	10.328	42,045			0
Competitive Grants Program	10.329	359,411			12,172
Enhancing Rural Practitioner Aptitude for Endemic, Transboundary, and Emerging Diseases of Production Animals	10.336	85,626			0
Cooperative Extension Service	10.500	3,547,501			1,878,218
FNS Food Safety Grants	10.585	573,927			0
Food for Education	10.608	258,884			231,027
Scientific Cooperation Exchange Program with China	10.614	5,390			0
Forestry Research	10.652	16,821			0
Collaborative Forest Restoration	10.679	21,784			0
Norman E. Borlaug International Agricultural Science and Technology Fellowship	10.777	39,159			0
Soil and Water Conservation	10.902	257,689			0
Soil Survey	10.903	13,355			0
Environmental Quality Incentives Program	10.912	128,196			0
Technical Agricultural Assistance	10.960	878,555			0
Total Research and Development Programs Cluster		\$21,912,073			\$7,925,202

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Indirect Award					
Plant and Animal Disease, Pest Control, and Animal Care	10.025	18,672	Iowa State University of Science and Technology	412-05-73	0
Plant and Animal Disease, Pest Control, and Animal Care	10.025	31,980	Iowa State University of Science and Technology	412-05-87	0
Payments to Agricultural Experiment Stations Under the Hatch Act	10.203	61,795	Washington State University	CONTRACT #C24002	0
Small Business Innovation Research	10.212	68,985	Heartland Plant Innovations	AWARD	0
Sustainable Agriculture Research and Education	10.215	64,380	Regents of the University of Minnesota	H004403718	0
Sustainable Agriculture Research and Education	10.215	46,552	Regents of the University of Minnesota	H004991205	0
Sustainable Agriculture Research and Education	10.215	33,716	Regents of the University of Minnesota	H004991212	0
Sustainable Agriculture Research and Education	10.215	85,248	University of Minnesota	54633	0
Sustainable Agriculture Research and Education	10.215	1,996	University of Minnesota	H005722919	0
Biotechnology Risk Assessment Research	10.219	23,421	University of Nebraska	25-6241-0232-003	0
Secondary and Two-Year Postsecondary Agriculture Education Challenge Grants	10.226	125	University of Idaho	BEK760-SB001	0
1994 Institutions Research Program	10.227	19,222	BIA Haskell Indian Nations University	A16PX01007	0
Integrated Programs	10.303	3,870	Michigan State University	RC106420A	0
Integrated Programs	10.303	1,544	Michigan State University	RC107820B	0
Integrated Programs	10.303	12,410	Michigan State University	RC107820C	0
Integrated Programs	10.303	89,916	Mississippi State University	012000.322662.01	0
Integrated Programs	10.303	45	Mississippi State University	012100.321786.01	0
Integrated Programs	10.303	1,632	South Dakota State University	3TC388	0
Homeland Security Agricultural	10.304	78,249	Cornell University	80289-10767	0
Homeland Security Agricultural	10.304	23,957	Michigan State University	RC106556B	0

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Organic Agriculture Research and Extension Initiative	10.307	76,185	University of Minnesota	H005663301	0
Organic Agriculture Research and Extension Initiative	10.307	55,170	University of Minnesota North Carolina State	H005961601 SUBAWARD#2016-	0
Specialty Crop Research Initiative	10.309	43,798	University	1498-07	0
Agriculture and Food Research Initiative (AFRI)	10.310	25,342	Alcorn State University	ASU330141	0
Agriculture and Food Research Initiative (AFRI)	10.310	481,047	University	G-06263-8	11,903
Agriculture and Food Research Initiative (AFRI)	10.310	17,779	University	G-73711-02	0
Agriculture and Food Research Initiative (AFRI)	10.310	18,882	Iowa State University of Science and Technology	416-41-21A	0
Agriculture and Food Research Initiative (AFRI)	10.310	48,026	Iowa State University of Science and Technology	4162808A	0
Agriculture and Food Research Initiative (AFRI)	10.310	28,349	Iowa State University of Science and Technology	SUB# 416-23-30A	0
Agriculture and Food Research Initiative (AFRI)	10.310	336	Oklahoma State University	AB-5-68980.KSU	0
Agriculture and Food Research Initiative (AFRI)	10.310	17,663	Oklahoma State University	AB-5-82070-KSU	0
Agriculture and Food Research Initiative (AFRI)	10.310	28,492	Oklahoma State University	SUB# 2-568590.KSU	0
Agriculture and Food Research Initiative (AFRI)	10.310	52,400	Oregon State University	C0490A-B	0
Agriculture and Food Research Initiative (AFRI)	10.310	5,755	Tennessee State University	332.77-16-16.081	0
Agriculture and Food Research Initiative (AFRI)	10.310	85,716	Texas A&M Agrilife Research	SUBAWARD M1801574	0
Agriculture and Food Research Initiative (AFRI)	10.310	5,837	University of California Davis	201223090.02	0
Agriculture and Food Research Initiative (AFRI)	10.310	138,714	University of California Davis	201603566-04	0
Agriculture and Food Research Initiative (AFRI)	10.310	124,356	University of Georgia	RC398-139/S000788	0
Agriculture and Food Research Initiative (AFRI)	10.310	59,396	University of Georgia	SUB00001046	0

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Agriculture and Food Research Initiative (AFRI)	10.310	636,709	University of Nebraska	25-6239-0235-300	0
Agriculture and Food Research Initiative (AFRI)	10.310	886	University of Nebraska	25-6242-0199-003	0
Agriculture and Food Research Initiative (AFRI)	10.310	40,624	University of Nebraska	25-6268-0005-006	0
Agriculture and Food Research Initiative (AFRI)	10.310	47,850	University of Tennessee	A15-0169-S002	0
Agriculture and Food Research Initiative (AFRI)	10.310	96,194	University of Vermont North Dakota State	29034SUB51755	0
Sun Grant Program	10.320	35,421	University Oklahoma State	FAR0027043	0
Sun Grant Program	10.320	67,818	University Texas A&M Agrilife	2568930.KSU1	18,352
Sun Grant Program	10.320	3,306	Research	M1801996	0
Crop Protection and Pest Management Competitive Grants Program	10.329	124	University of Illinois	076332-16657 3200001582-18-188 /	0
Crop Protection and Pest Management Competitive Grants Program	10.329	23,082	University of Kentucky	7800004102	0
Alfalfa and Forage Research Program	10.330	21,832	University of Wyoming Together We Succeed,	1003308B-KSU	0
Rural Business Development Grant	10.351	79,404	Inc. Michigan State	P18-0008	0
Cooperative Extension Service	10.500	32,006	University Oklahoma State	RC103176BI	0
Cooperative Extension Service	10.500	18,081	University	3580370.KSU1	0
Cooperative Extension Service	10.500	5,775	University of Nebraska	25-6324-0150-006	0
Cooperative Extension Service	10.500	49,814	University of Nebraska	25-6324-0150-112	0
Cooperative Extension Service	10.500	1,167	University of Nebraska	SUB #25-6324-0150-	0
Deep Dive Analysis of the Armenia Compact Water-To-Market Evaluation	10.600	7,348	Millenium Challenge Corporation	MCC-17-PO- 0041/20170556 AGREEMENT LPCI	0
Soil and Water Conservation	10.902	183,704	Pheasants Forever, Inc.	2017-03	0
Soil Survey	10.903	358	Purdue University Colorado State	8000083088-AG	0
Environmental Quality Incentives Program	10.912	149,957	University Oklahoma State	G-06507-1	0
Environmental Quality Incentives Program	10.912	51,721	University	3-580130.KSU1	0
Total Research and Development Programs Cluster		<u>\$3,534,139</u>			<u>\$30,255</u>

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>		<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
SNAP Cluster:						
	Direct Award					
		Supplemental Nutrition Assistance Program	10.551	2,882		0
		State Administrative Matching Grants for Supplemental Nutrition Assistance Program	10.561	28,872,761		0
		Total SNAP Cluster		<u>\$28,875,643</u>		
	Non-Monetary Award					
		Supplemental Nutrition Assistance Program	10.551	299,351,734		0
		Total SNAP Cluster		<u>\$299,351,734</u>		
Not Clustered:						
	Direct Award					
		Contract for Rabies Testing	10.000	5,908		0
		Plant and Animal Disease, Pest Control, and Animal Care	10.025	669,725		0
		Commodity Loans and Loan Deficiency Payments	10.051	56,923		0
		Voluntary Public Access and Habitat Incentive Program	10.093	810,087		0
		Biofuel Infrastructure Partnership	10.117	199,603		0
		Federal-State Marketing Improvement Program	10.156	101,672		0
		Farmers' Market and Local Food Promotion Program	10.168	9,752		0
		Specialty Crop Block Grant Program - Farm Bill	10.170	366,347		0
		Organic Certification Cost Share Programs	10.171	46,362		0
		Payments to Agricultural Experiment Stations Under the Hatch Act	10.203	4,535,999		0
		Agricultural and Rural Economic Research, Cooperative Agreements and Collaborations	10.250	22,824		0
		Beginning Farmer and Rancher Development Program	10.311	93,029		0
		Farm Operating Loans	10.406	27,073		0
		State Mediation Grants	10.435	445,368		0
		Rural Community Development Initiative	10.446	43,070		0
		Risk Management Education Partnerships	10.460	21,096		0
		Cooperative Agreements with States for Intrastate Meat and Poultry Inspection	10.475	1,612,633		0
		Cooperative Extension Service	10.500	6,036,085		0
		Child Nutrition-Technology Innovation Grant	10.541	102,661		0
		Assistance Programs for Chronic Disease Prevention and Control	10.547	51,516		42,580

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Special Supplemental Nutrition Program fo					
Women, Infants, and Children	10.557	39,436,295			13,676,632
Child and Adult Care Food Program	10.558	32,920,874			32,276,816
State Administrative Expenses for Child Nutrition	10.560	4,236,513			2,050,305
Team Nutrition Grants	10.574	285,223			112,605
Senior Farmers Market Nutrition Program	10.576	140,062			0
WIC Grants To States (WGS)	10.578	1,420,712			0
Child Nutrition Discretionary Grants Limited Availability	10.579	547,203			210,647
Fresh Fruit and Vegetable Program	10.582	2,204,945			2,187,672
Pilot Projects to Reduce Dependency and Increase Work Requirements and Work Effort under SNAP	10.596	3,810,616			551,121
High Resolution Land Cover and Wind Break Assessment Products of Kansas	10.600	27,031			0
Scientific Cooperation Exchange Program with China	10.614	50,454			0
Cooperative Forestry Assistance	10.664	2,702,033			90,737
Great Plains Windbreak Initiative Workshop	10.669	10,574			0
Forest Legacy Program	10.676	36,971			5,861
Soil and Water Conservation	10.902	2,949,793			0
Environmental Quality Incentives Program	10.912	103,371			54,090
Regional Conservation Partnership Program	10.932	480,712			92,204
Cochran Fellowship Program - International Training-Foreign Participant	10.962	63,020			0
Total Not Clustered		<u>\$106,684,135</u>			<u>\$51,351,270</u>
Indirect Award					
Middle & Lower Neosho River Basin Regional Conservation Partnership Program (RCP) Project	10.000	3,537	Oklahoma Conservation Commission	COOPERATIVE AGREEMENT	0
Risk Management Education Partnerships	10.460	5,190	University of Nebraska South Dakota Dept of Agriculture	25-6324-0175-003	0
Cooperative Forestry Assistance	10.664	4,417	Oklahoma Conservation Commission	MOA	0
Regional Conservation Partnership Program	10.932	30,000	Commission	14-N-OK-432	30,000
Total Not Clustered		<u>\$43,144</u>			<u>\$30,000</u>
Total U. S. Department of Agriculture		<u>\$620,223,981</u>			<u>\$213,591,345</u>

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
U. S. Department of Commerce					
Research and Development Programs Cluster:					
Direct Award					
Economic Development Technical Assistance	11.303	263,084			0
Economic Adjustment Assistance	11.307	1,619,567			0
Science, Technology, Business and/or Education Outreach	11.620	<u>5,377</u>			<u>0</u>
Total Research and Development Program: Cluster		<u>\$1,888,028</u>			<u>0</u>
Indirect Award					
Weather Data Library Data Seta	11.000	<u>126,691</u>	Earth Networks, Inc	SERVICE AGREEMENT	<u>0</u>
Total Research and Development Program: Cluster		<u>\$126,691</u>			<u>0</u>
Not Clustered:					
Direct Award					
State and Local Implementation Grant Program	11.549	<u>134,321</u>			<u>0</u>
Total Not Clustered		<u>\$134,321</u>			<u>0</u>
Indirect Award					
Manufacturing Extension Partnership	11.611	<u>60,745</u>	Mid America Manufacturing Technology Center, Inc.	70NANB15H052	<u>0</u>
Total Not Clustered		<u>\$60,745</u>			<u>0</u>
Total U. S. Department of Commerce		<u>\$2,209,785</u>			<u>0</u>
U. S. Department of Defense					
Research and Development Programs Cluster:					
Direct Award					
Anaerobic Membrane Bioreactor (ANMBR) for Sustainable Wastewater Treatment	12.000	655,203			54,230
Procurement Technical Assistance For Business Firms	12.002	42,797			0
Basic and Applied Scientific Research	12.300	4,145,383			0
Military Medical Research and Development	12.420	117,068			0
Basic Scientific Research	12.431	243,867			56,092
DOD, NDEP, DOTC - STEM Education Outreach Implementation	12.560	77,359			25,039
Basic, Applied, and Advanced Research in Science and Engineering	12.630	205,574			0

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STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Air Force Defense Research Sciences Program	12.800	371,521			25,625
Research and Technology Developmer	12.910	305,077			0
Total Research and Development Program: Cluster		\$6,163,849			\$160,986
Indirect Award					
Anaerobic Membrane Bioreactor (ANMBR) for Sustainable Wastewater Treatment	12.000	38,574	CDM Federal Programs Corp	6444-001-005-CS	0
Comprehensive Reduced Order Modeling and Validations for Loads and Flight Stability of a CREAT: Advanced Network Security Metrics for Cyber Resilience and Asset Criticality	12.000	57,918	BAE Systems Intelligent Automation Inc	943700 2186-1	0
Determining the Ability of RVSV-Zebov to Infect Domestic Livestock	12.000	35,180	Bioprotection Systems Corp.	PO#1636/HDTRA1-15-EBOLA-BAA	221,393
Effect of Ion Beam Bombardment of Different Metal Oxide Catalyst Supports on Carbon	12.000	718,895	UES Inc Carnegie Mellon University (Software Engineering Institute)	S-111-041-003 18-00141-SUB-000, PO # 393574	0
Fault Injection and Analysis for Safety and Security	12.000	44,958	Adventium Enterprises LLC	1059-001-001-008	0
Methodologies and Tools for Securing Medical Device Systems in Integrated Clinical Portable System with Li-Foil Mwpc Neutron Detectors	12.000	244,211	Radiation Detection Technologies, Inc.	MOA	0
Testing and Validation of Porcine Affective States and Neurofunctional Assessment Tools	12.000	71,933	Applied Research Assoc., Inc.	S-002950.01.KSU	0
Basic and Applied Scientific Research	12.300	12,999	Renaissance Science Corporation University of Kansas	CBSC-072817-1	0
Basic and Applied Scientific Research	12.300	51,886	Center for Research	FY2016-048	0
Basic Scientific Research	12.431	40,271	Boise State University Mississippi State University	7866-A	0
Basic Scientific Research	12.431	124,365	University of Michigan	038400.360634.01 SUBAWARD	0
Basic Scientific Research	12.431	114,603	University of Michigan	COOPERATIVE AGREEMENT	0
Competitive Grants: Promoting K-12 Student Achievement at Military-Connected Schools	12.556	54,175	USD 475		0
Competitive Grants: Promoting K-12 Student Achievement at Military-Connected Schools	12.556	44,550	USD 475 The Henry M Jackson Foundation for the Advancement of Military Medicine, Inc	MOA SUB # 3787 / PO # 910282	0
Uniformed Services University Medical Research Projects	12.750	25,226			0

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**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
	Air Force Defense Research Sciences Program	12.800	113,319	Florida State University	0
	Air Force Defense Research Sciences Program	12.800	15,934	Massachusetts Institute of Technology	0
	Air Force Defense Research Sciences Program	12.800	114,149	University of Connecticut	0
	Total Research and Development Programs Cluster		<u>\$1,997,231</u>		<u>\$221,393</u>
Not Clustered:					
Direct Award					
	Advanced Strategic Planning and Policy Program (ASP3)	12.000	229,171		0
	Procurement Technical Assistance For Business Firms	12.002	406,397		107,739
	Flood Control Projects	12.106	279,145		279,145
	Navigation Projects	12.107	245,648		0
	State Memorandum of Agreement Program for Reimbursement of Technical Services	12.113	522,507		0
	Military Construction, National Guard	12.400	658,956		0
	National Guard Military Operations and Maintenance (O&M) Projects	12.401	26,211,924		0
	National Guard ChalleNGe Program	12.404	1,644,411		0
	Competitive Grants: Promoting K-12 Student Achievement at Military-Connected Schools	12.556	15,000		0
	Mathematical Sciences Grants Program	12.901	50,149		0
	Total Not Clustered		<u>\$30,263,308</u>		<u>\$386,884</u>
Indirect Award					
	Continuing Education for Senior Leaders (CESL) Seminar - Ft. Leavenworth	12.000	31,377	Prairie Quest Inc.	0
	Total Not Clustered		<u>\$31,377</u>		<u>0</u>
	Total U. S. Department of Defense		<u>\$38,455,765</u>		<u>\$769,263</u>
U. S. Department of Housing and Urban Development					
Section 8 Project-Based Cluster:					
Direct Award					
	Section 8 Housing Assistance Payments Program	14.195	57,641,313		0
	Total Section 8 Project-Based Cluster		<u>\$57,641,313</u>		<u>0</u>

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**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Not Clustered:					
Direct Award					
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	10,139,020			8,676,822
Emergency Solutions Grant Program	14.231	1,577,237			1,485,090
Supportive Housing Program	14.235	145,359			0
HOME Investment Partnerships Program	14.239	4,518,370			1,445,802
Housing Trust Fund	14.275	817,086			698,000
Total Not Clustered		<u>\$17,197,072</u>			<u>\$12,305,714</u>
Indirect Award					
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	149,342	City of Topeka	Contract-City of Topeka	0
Total Not Clustered		<u>\$149,342</u>			<u>0</u>
Total U. S. Department of Housing and Urban Development		<u>\$74,987,727</u>			<u>\$12,305,714</u>
U. S. Department of the Interior					
Fish and Wildlife Cluster:					
Direct Award					
Sport Fish Restoration	15.605	5,497,369			0
Wildlife Restoration and Basic Hunter Education	15.611	11,746,239			0
Total Fish and Wildlife Cluster		<u>\$17,243,608</u>			<u>0</u>
Research and Development Programs Cluster:					
Direct Award					
Cultural Resources Management	15.511	5,799			0
Fish and Wildlife Coordination Act	15.517	179,596			0
Sport Fish Restoration	15.605	647,774			0
Wildlife Restoration and Basic Hunter Education	15.611	1,899,135			0
Cooperative Endangered Species Conservation Fund	15.615	37,332			0
State Wildlife Grants	15.634	653,621			0
Neotropical Migratory Bird Conservation	15.635	3,532			0
Research Grants (Generic)	15.650	84,480			0
Adaptive Science	15.670	21,368			0
Cooperative Ecosystem Studies Units	15.678	62,096			0
National Fire Plan - Rural Fire Assistance	15.805	113,613			5,292
U.S. Geological Survey - Research and Data Collection	15.808	50,627			0

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STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
National Cooperative Geologic Mappin	15.810	15,000			0
Cooperative Research Units	15.812	15,256			0
National Geospatial Program: Building the National Map	15.817	71,959			0
Visitor Flow, Pattern and Resource Useage Proposal Fort Larned National Historic Site	15.900	987			0
Cooperative Research and Training Programs Resources of National Park System	15.945	216,373			21,021
Water Use and Data Research	15.981	61,220			0
Total Research and Development Program: Cluster		<u>\$4,139,768</u>			<u>\$26,313</u>
Indirect Award					
Eastern New Mexico Rural Water System	15.553	9,270	Rainwater Basin Joint Venture	TASK ORDER	0
Total Research and Development Program: Cluster		<u>\$9,270</u>			<u>0</u>
Not Clustered:					
Direct Award					
Wild Horse and Burro Resource Management	15.229	330,305			0
Wildland Fire Research and Studies	15.232	133,640			11,111
Regulation of Surface Coal Mining and Surface Effects of Underground Coal Mining	15.250	53,481			0
Abandoned Mine Land Reclamation (AMLR)	15.252	2,735,748			0
Recreation Resources Management	15.524	8,031			0
Fish and Wildlife Management Assistance	15.608	23,076			0
Endangered Species Conservation - Recovery Implementation Funds	15.657	18,878			0
Historic Preservation Fund Grants-In-Aid	15.904	764,562			124,007
Outdoor Recreation - Acquisition, Developmen and Planning	15.916	924,702			687,125
National Trails System Project:	15.935	37,885			0
Total Not Clustered		<u>\$5,030,308</u>			<u>\$822,243</u>
Total U. S. Department of the Interior		<u>\$26,422,954</u>			<u>\$848,556</u>

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STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
U. S. Department of Justice					
Research and Development Programs Cluster:					
Indirect Award					
Edward Byrne Memorial Competitive Grant Program	16.751	438	University of Nebraska at Omaha	46-0306-1097-201	0
Total Research and Development Programs Cluster		<u>\$438</u>			
Not Clustered:					
Direct Award					
Marijuana Eradication	16.000	4,041			0
Sexual Assault Services Formula Program	16.017	353,755			339,311
Juvenile Accountability Block Grants	16.523	17,096			0
Juvenile Justice and Delinquency Prevention - Allocation to States	16.540	457,316			345,969
Missing Children's Assistance	16.543	177,050			0
National Criminal History Improvement Program (NCHIP)	16.554	554,949			0
Crime Victim Assistance	16.575	13,221,736			12,410,315
Crime Victim Compensation	16.576	1,395,354			0
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580	15,318			0
Crime Victim Assistance/Discretionary Grants	16.582	66,367			0
Violence Against Women Formula Grants	16.588	1,432,456			976,762
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	16.590	204,230			173,149
Residential Substance Abuse Treatment for State Prisoners	16.593	86,855			0
Public Safety Partnership and Community Policing Grants	16.710	24,197			0
PREA Program: Demonstration Projects to Establish "Zero Tolerance" Cultures for Sexual Assault in Correctional Facilities	16.735	88,059			0
Edward Byrne Memorial Justice Assistance Grant Program	16.738	1,241,998			1,068,907
DNA Backlog Reduction Program	16.741	224,390			0
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	65,464			21,484
Edward Byrne Memorial Competitive Grant Program	16.751	59,750			0
Harold Rogers Prescription Drug Monitoring Program	16.754	114,286			0

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**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
	John R. Justice Prosecutors and Defenders Incentive Act	16.816	46,395		42,436
	Juvenile Justice Education Collaboration Assistance	16.829	5,642		0
	National Sexual Assault Kit Initiative	16.833	326,715		97,106
	Equitable Sharing Program	16.922	2,081,073		0
	Total Not Clustered		<u>\$22,264,492</u>		<u>\$15,475,439</u>
	Indirect Award				
	Juvenile Mentoring Program	16.726	33,931	National 4-H Council	0
	Total Not Clustered		<u>\$33,931</u>		<u>0</u>
	Total U. S. Department of Justice		<u>\$22,298,861</u>		<u>\$15,475,439</u>
U. S. Department of Labor	Employment Service Cluster: Direct Award				
	Employment Service/Wagner-Peyser Funded Activities	17.207	6,811,815		592,762
	Disabled Veterans' Outreach Program (DVOP)	17.801	1,119,401		0
	Local Veterans' Employment Representative (LVER) Program	17.804	375,869		0
	Total Employment Service Cluster		<u>\$8,307,085</u>		<u>\$592,762</u>
Research and Development Programs Cluster:	Indirect Award				
	Butler Community College TAACCCT Proposal	17.000	30,749	Butler Community College	0
	Johnson County Community College External Evaluator Contract	17.000	69,215	Johnson County Community College	0
	Total Research and Development Programs Cluster		<u>\$99,964</u>		<u>0</u>
WIOA Cluster:	Direct Award				
	WIA/WIOA Adult Program	17.258	5,277,449		4,920,168
	WIA/WIOA Youth Activities	17.259	4,631,117		4,127,163
	WIA/WIOA Dislocated Worker Formula Grants	17.278	2,079,599		1,927,119
	Total WIOA Cluster		<u>\$11,988,165</u>		<u>\$10,974,450</u>

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**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Not Clustered:					
Direct Award					
Labor Force Statistics	17.002	798,572			0
Compensation and Working Conditions	17.005	87,254			0
Registered Apprenticeship	17.201	125,731			61,644
Unemployment Insurance	17.225	175,207,287			0
Senior Community Service Employment Program	17.235	563,740			542,531
Trade Adjustment Assistance	17.245	2,269,905			0
WIA/WIOA Pilots, Demonstrations, and Research Projects	17.261	691,472			0
Work Opportunity Tax Credit Program	17.271	168,393			0
Temporary Labor Certification for Foreign Workers	17.273	131,190			0
WIA/WIOA Dislocated Worker National Reserve Technical Assistance and Training	17.281	41,653			0
Workforce Innovation Fund	17.283	1,317,010			450,203
Apprenticeship USA Grants	17.285	381,082			298,460
Consultation Agreement:	17.504	707,429			0
Total Not Clustered		<u>\$182,490,718</u>			<u>\$1,352,838</u>
Total U. S. Department of Labor		<u>\$202,885,932</u>			<u>\$12,920,050</u>
U. S. Department of State					
Not Clustered:					
Indirect Award					
Academic Exchange Programs - Undergraduate Programs	19.009	130,378	International Research and Exchanges Board	FY17-YALI-CL-KSU-02	0
Academic Exchange Programs - Undergraduate Programs	19.009	24,907	International Research and Exchanges Board	FY18-YALI-CL-KSU-03	0
Total Not Clustered		<u>\$155,285</u>			<u>0</u>
Total U. S. Department of State		<u>\$155,285</u>			<u>0</u>
U. S. Department of Transportation					
Federal Transit Cluster:					
Direct Award					
Bus and Bus Facilities Formula Program	20.526	406,037			345,626
Total Federal Transit Cluster		<u>\$406,037</u>			<u>\$345,626</u>

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**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>		<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>		
Highway Planning and Construction Cluster:	Direct Award	Highway Planning and Construction	20.205	356,506,799		40,878,353		
		Recreational Trails Program	20.219	821,017		611,104		
		Total Highway Planning and Construction Cluster		\$357,327,816		\$41,489,457		
Highway Safety Cluster:	Direct Award	State and Community Highway Safety	20.600	3,860,469		2,041,638		
		Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	5,236		0		
		Occupant Protection Incentive Grants	20.602	92,256		0		
		State Traffic Safety Information System Improvement Grants	20.610	46,498		0		
		Incentive Grant Program to Prohibit Racial Profiling	20.611	52,966		46,248		
		Child Safety and Child Booster Seats Incentive Grants	20.613	67,221		0		
		National Priority Safety Program	20.616	3,161,520		810,797		
		Total Highway Safety Cluster		\$7,286,166		\$2,898,683		
		Research and Development Programs Cluster:	Direct Award	Aviation Research Grants	20.108	214,182		0
				Air Transportation Centers of Excellence	20.109	4,501,695		262,287
Highway Research and Development Program	20.200			165,051		0		
Highway Training and Education	20.215			15,000		0		
Developing Qualification Tests to Ensure Proper Selection and Interaction of	20.300			379,311		30,037		
University Transportation Centers Program	20.701			6,237		0		
Total Research and Development Programs Cluster				\$5,281,476		\$292,324		
Indirect Award				University Transportation Centers Program	20.701	1	Iowa State University of Science and Technology 436-78-00A	0
				Total Research and Development Programs Cluster		\$1		\$0

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STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Transit Services					
Programs Cluster: Direct Award					
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	1,069,236			1,069,236
New Freedom Program	20.521	73,461			73,460
Total Transit Services Programs Cluster		<u>\$1,142,697</u>			<u>\$1,142,696</u>
Not Clustered:					
Direct Award					
Airport Improvement Program	20.106	264,411			0
Highway Training and Education	20.215	120,908			111,621
Motor Carrier Safety Assistance	20.218	3,897,546			0
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	20.505	3,151,647			2,599,231
Formula Grants for Rural Areas	20.509	11,167,798			11,167,798
State Planning and Research	20.515	169,259			20,509
National Highway Traffic Safety Administration (NHTSA) Discretionary Safety Grants	20.614	85,304			0
Pipeline Safety Program State Base Grant	20.700	334,745			0
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	278,806			155,215
State Damage Prevention Program Grants	20.720	195,819			0
PHMSA Pipeline Safety Program One Call Grant	20.721	170,160			0
Total Not Clustered		<u>\$19,836,403</u>			<u>\$14,054,374</u>
Total U. S. Department of Transportation		<u>\$391,280,596</u>			<u>\$60,223,160</u>
U. S. Department of the Treasury					
Not Clustered:					
Direct Award					
State Small Business Credit Initiative	21.000	6,186			0
Total Not Clustered		<u>\$6,186</u>			<u>0</u>
Total U. S. Department of the Treasury		<u>\$6,186</u>			<u>0</u>
U. S. Equal Employment Opportunity Commission					
Not Clustered:					
Direct Award					
Employment Discrimination - State and Local Fair Employment Practices Agency Contracts	30.002	284,618			0
Total Not Clustered		<u>\$284,618</u>			<u>0</u>
Total U. S. Equal Employment Opportunity Commission		<u>\$284,618</u>			<u>0</u>

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**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>			<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
U. S. General Services Administration	Not Clustered:	Direct Award	HAVA Title I	39.011	24,941		0
			Total Not Clustered		<u>\$24,941</u>		
		Non-Monetary Award	Donation of Federal Surplus Personal Property	39.003	2,502,997		1,819,509
			Total Not Clustered		<u>\$2,502,997</u>		<u>\$1,819,509</u>
		Total U. S. General Services Administration			<u>\$2,527,938</u>		<u>\$1,819,509</u>
National Aeronautics and Space Administration	Research and Development Programs Cluster:	Direct Award	Science	43.001	105,000		0
			Aeronautics	43.002	508,750		0
			Exploration	43.003	269,634		106
			Space Operations	43.007	108,715		18,117
			Education	43.008	1,143,984		272,847
			Space Technology	43.012	24,083		0
			Total Research and Development Program: Cluster		<u>\$2,160,166</u>		<u>\$291,070</u>
		Indirect Award	Constraining Dark Energy and Modified Gravity with Euclid	43.000	18,319	California Institute of Technology RSA# 1563689	0
			Cosmology with the WFIRST High Latitude Survey	43.000	9,485	California Institute of Technology RSA #1553998	0
			Impact of Spaceflight on Primary and Secondary Antibody Responses	43.000	87,915	Loma Linda Mercantile 2120293-KSU	0
			Radiation Transport Simulations in Support of Active Shielding Measurement Campaign	43.000	48,040	KBRwyle T804047	0
			Science	43.001	2,051	Blue Marble Space Institute of Science BMSSA-004	0
			Science	43.001	11,015	California Institute of Technology 1574255	0
			Science	43.001	4,972	California Institute of Technology RSA # 1595870	0
			Science	43.001	625	California Institute of Technology RSA #1600550	0
			Total Research and Development Program: Cluster		<u>\$182,422</u>		
		Total National Aeronautics and Space Administration			<u>\$2,342,588</u>		<u>\$291,070</u>

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
National Endowment for the Humanities					
Research and Development Programs Cluster:	Indirect Award	Faculty Enhancement Award in Military History	12,370 Kansas State University	AWARD	0
		Total Research and Development Programs Cluster	\$12,370		
Not Clustered:	Direct Award	Promotion of the Humanities - Federal/State Partnership	8,007		0
		Promotion of the Humanities - Challenge Grants	706,423		0
		Total Not Clustered	\$714,430		
	Indirect Award	Folger Community and Digital Outreach Through Undergraduate Service Learning	59 Folger Institute	MICRO-GRANT	0
		Total Not Clustered	\$59		
		Total National Endowment for the Humanities	\$726,859		
Peace Corps					
Not Clustered:	Direct Award	Peace Corps Recruiters	19,767		0
		Total Not Clustered	\$19,767		
		Total Peace Corps	\$19,767		
National Endowment for the Arts					
Research and Development Programs Cluster:	Direct Award	Promotion of the Arts - Grants to Organizations and Individuals	1,134		0
		Total Research and Development Programs Cluster	\$1,134		
	Indirect Award	Promotion of the Arts - Grants to Organizations and Individuals	21,509 Arrow Rock Lyceum	AGREEMENT	0
		Total Research and Development Programs Cluster	\$21,509		

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STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>			<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
	Not Clustered:						
	Direct Award						
		Promotion of the Arts - Grants to Organizations and Individuals	45.024	13,762			0
		Promotion of the Arts - Partnership Agreements	45.025	274,410			193,111
		Total Not Clustered		\$288,172			\$193,111
		Total National Endowment for the Art		\$310,815			\$193,111
Institute of Museum and Library Services	Not Clustered:						
	Direct Award						
		Grants to States	45.310	1,533,830			75,972
		Total Not Clustered		\$1,533,830			\$75,972
		Total Institute of Museum and Library Services:		\$1,533,830			\$75,972
Institute of Museum and Library Services	Research and Development Programs Cluster:						
	Indirect Award						
		National Leadership Grants	45.312	27,358	University of North Texas	GF70032-1	0
		Total Research and Development Programs Cluster		\$27,358			
	Not Clustered:						
	Direct Award						
		Laura Bush 21st Century Librarian Program	45.313	67,607			0
		Total Not Clustered		\$67,607			
		Total Institute of Museum and Library Service		\$94,965			
National Science Foundation	Research and Development Programs Cluster:						
	Direct Award						
		National Science Foundation- Intergovernmental Personnel Act Agreement	47.000	79,135			0
		Engineering Grants	47.041	2,186,462			0
		Mathematical and Physical Sciences	47.049	2,060,642			34,424
		Geosciences	47.050	686,170			156,610
		Computer and Information Science and Engineering	47.070	1,333,285			70,095
		Biological Sciences	47.074	5,617,728			647,879
		Social, Behavioral, and Economic Sciences	47.075	208,569			0
		Education and Human Resources	47.076	2,378,532			284,556

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STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Office of International Science and Engineering	47.079	149,655			6,241
Office of Integrative Activities	47.083	81,883			0
Total Research and Development Programs Cluster		\$14,782,061			\$1,199,805
Indirect Award					
Louisiana Track 3: Stem-Discovery - Evaluation	47.000	19,238	State of LA Board of Regents	32-4136-58531	0
Neon Domain 6 - Prairie Peninsula, Core Tower Relocatable Tower and Core Aquatic Site	47.000	32,303	National Ecological Observatory Network	LAND USE AGREEMENT	0
NSF Includes: Mississippi Alliance for Women in Computing (MAWC) - Evaluation	47.000	7,575	University of Mississippi	AGREEMENT 013284	0
Quarknet	47.000	19,146	Fermilab	AWARD	0
Track-2: The Smart Material Design, Analysis, and Processing (SMATDAP) Consortium:	47.000	7,725	State of LA Board of Regents	2014-17 - TRACK 2	0
Engineering Grants	47.041	36,661	University of Pennsylvania	5745-KSU-NSF-1151	0
Mathematical and Physical Sciences	47.049	80,412	Cornell University	78877-10915	0
Mathematical and Physical Sciences	47.049	13,036	Princeton University	SUB0000154	0
Mathematical and Physical Sciences	47.049	45,495	University of Kansas Center for Research UNIVERSITY of SAN DIEGO	FY2015-030	0
Mathematical and Physical Sciences Geosciences	47.049	2,000	DIEGO	A00-0106-S002	0
Geosciences	47.050	40,117	Arizona State University	17-064	0
Geosciences	47.050	7,316	Marine Biological Laboratory	47769	0
Geosciences	47.050	8,545	Trustees of Columbia University	78(GG009393)	0
Geosciences	47.050	3,339	Virginia Polytechnic Institute & State University	479266-19842	0
Geosciences	47.050	568	Virginia Polytechnic Institute and State University	479371-19050	0
Computer and Information Science and Engineering	47.070	74,284	Iowa State University of Science and Technology	4202051A	0
Computer and Information Science and Engineering	47.070	24,590	Purdue University	SUBAWARD #4101-72242	0
Computer and Information Science and Engineering	47.070	578	University of North Dakota	UND10505	0

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**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Biological Sciences	47.074	70,077	Michigan Technological University	1303031Z2 PO # P0093790 00122556/UFDSP0001	0
Biological Sciences	47.074	8,753	University of Florida	0653	0
Biological Sciences	47.074	19,086	University of Kansas Center for Research Iowa State University of Science and	FY2015-083	0
Social, Behavioral, and Economic Sciences	47.075	16,325	Technology Virginia Polytechnic Institute and State	4207210A	0
Social, Behavioral, and Economic Sciences	47.075	6,850	University Southern University and Agricultural &	479862-19050	0
Education and Human Resources	47.076	19,425	Mechanical College University Auxiliary and Research Services Corp (California State Univ	OSP-02-8300-2017- 0011 P0041066	0
Education and Human Resources	47.076	10,030	San Marcos Corp) University of Texas Rio	92240/85026-KSU	0
Education and Human Resources	47.076	2,280	Grande Valley	1154508-01	0
Office of International Science and Engineering	47.079	238,933	University of Kansas Center for Research	NSF73561	0
Office of Experimental Program to Stimulate Competitive Research	47.081	71,040	Oklahoma EPSCoR	AGREEMENT	0
Office of Experimental Program to Stimulate Competitive Research	47.081	98,800	University of Delaware State of Louisiana Board	PROJECT ID 841 NSF(2015-20)-TRACK	0
Office of Integrative Activities	47.083	116,799	of Regents University of Kansas	1	0
Office of Integrative Activities	47.083	8,079	Center for Research University of Kansas	1000287	0
Office of Integrative Activities	47.083	4,076	Center for Research University of Kansas	1000289	0
Office of Integrative Activities	47.083	86,699	Center for Research University of Kansas	NSF0079081	0
Office of Integrative Activities	47.083	26,817	EPSCoR	NSF0079089	0
Office of Integrative Activities	47.083	173,662	University of Nebraska	SUB # 25-6222-0852- 003	0
Total Research and Development Programs Cluster		<u>\$1,400,659</u>			<u>0</u>

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**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>		<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
	Not Clustered:					
	Direct Award					
	Geosciences	47.050	115,852			0
	Computer and Information Science and Engineering	47.070	65,304			0
	Biological Sciences	47.074	97,803			0
	Education and Human Resources	47.076	210,044			0
	Total Not Clustered		<u>\$489,003</u>			
	Total National Science Foundation		<u>\$16,671,723</u>			<u>\$1,199,805</u>
U. S. Small Business Administration	Not Clustered:					
	Direct Award					
	Small Business Development Centers	59.037	1,245,025			378,486
	Federal and State Technology Partnership Program	59.058	100,382			0
	State Trade Expansion	59.061	143,685			21,810
	Total Not Clustered		<u>\$1,489,092</u>			<u>\$400,296</u>
	Total U. S. Small Business Administration		<u>\$1,489,092</u>			<u>\$400,296</u>
U. S. Department of Veterans Affairs	Not Clustered:					
	Direct Award					
	Veterans State Domiciliary Care	64.014	1,269,011			0
	Veterans State Nursing Home Care	64.015	8,161,329			0
	Veterans Cemetery Grants Program	64.203	214,608			0
	Total Not Clustered		<u>\$9,644,948</u>			
	Total U. S. Department of Veterans Affairs		<u>\$9,644,948</u>			
Environmental Protection Agency	Clean Water State Revolving Fund Cluster					
	Direct Award					
	Capitalization Grants for Clean Water State Revolving Funds	66.458	11,908,021			0
	Total Clean Water State Revolving Fund Cluster		<u>\$11,908,021</u>			

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**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Drinking Water State Revolving Fund Cluster	Direct Award				
Capitalization Grants for Drinking Water State Revolving Funds	66.468	9,220,170			0
Total Drinking Water State Revolving Fund Cluster		<u>\$9,220,170</u>			<u>0</u>
Research and Development Programs Cluster:	Direct Award				
Small Business Environmental Assistance Program 2017	66.000	20,204			0
Surveys, Studies, Research, Investigations Demonstrations and Special Purpose Activities Relating to the Clean Air Act	66.034	297,157			0
Surveys, Studies, Investigations, Demonstrations, and Training Grants - Section 1442 of the Safe Drinking Water Act	66.424	41,293			0
Surveys, Studies, Investigations, Demonstrations, and Training Grants and Cooperative Agreements - Section 104(b)(3) of the Clean Water Act	66.436	13,352			0
Science To Achieve Results (STAR) Research Program	66.509	266,178			94,181
P3 Award: National Student Design Competition for Sustainability	66.516	15,297			0
Pollution Prevention Grants Program	66.708	150,250			0
Brownfields Training, Research, and Technical Assistance Grants and Cooperative Agreements	66.814	1,028,739			53,518
Environmental Education Grant:	66.951	28,848			13,600
Total Research and Development Program Cluster		<u>\$1,861,318</u>			<u>\$161,299</u>
	Indirect Award				
Regional Wetland Program Development Grants	66.461	645	University of Kansas Center for Research	FY2016-118	0
Research, Development, Monitoring, Public Education, Outreach, Training, Demonstrations, and Studies	66.716	5,623	Extension Foundation - National Pesticide Safety Education Center	SA-2017-51	0
Total Research and Development Program Cluster		<u>\$6,268</u>			<u>0</u>

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**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Not Clustered:					
Direct Award					
Air Pollution Control Program Support	66.001	1,273,416			455,963
State Indoor Radon Grants	66.032	177,990			0
Surveys, Studies, Research, Investigations Demonstrations and Special Purpose Activities Relating to the Clean Air Act	66.034	313,273			82,391
State Clean Diesel Grant Program	66.040	282,527			255,962
Congressionally Mandated Projects	66.202	117			0
Environmental Finance Center Grants	66.203	201,532			0
Multipurpose Grants to States and Tribes	66.204	280,501			0
Water Pollution Control State, Interstate, and Tribal Program Support	66.419	160,492			0
Surveys, Studies, Investigations, Demonstrations, and Training Grants - Section 1442 of the Safe Drinking Water Act	66.424	121,036			0
State Underground Water Source Protection	66.433	285,566			0
Water Quality Management Planning	66.454	112,316			30,000
Nonpoint Source Implementation Grants	66.460	2,478,365			1,298,002
Regional Wetland Program Development Grants	66.461	295,153			0
Office of Research and Development Consolidated Research/Training/Fellowships	66.511	44,720			0
Performance Partnership Grants	66.605	4,567,586			40,000
Environmental Information Exchange Network Grant Program and Related Assistance	66.608	143,934			0
TSCA Title IV State Lead Grants Certification of Lead-Based Paint Professionals	66.707	341,307			0
Hazardous Waste Management State Program Support	66.801	1,131,028			0
Superfund State, Political Subdivision, and Indian Tribe Site-Specific Cooperative Agreements	66.802	712,145			0
Underground Storage Tank Prevention, Detection and Compliance Program	66.804	350,814			0
Leaking Underground Storage Tank Trust Fund Corrective Action Program	66.805	639,488			0

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**STATE OF KANSAS
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FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
	Solid Waste Management Assistance Grant:	66.808	16,421		1,987
	State and Tribal Response Program Grants	66.817	714,309		0
	Brownfields Assessment and Cleanup				
	Cooperative Agreements	66.818	72,560		0
	Total Not Clustered		<u>\$14,716,596</u>		<u>\$2,164,305</u>
	Total Environmental Protection Agenc		<u>\$37,712,373</u>		<u>\$2,325,604</u>
U. S. Nuclear Regulatory Commission	Research and Development Direct Award Programs Cluster:				
	U.S. Nuclear Regulatory Commission Nuclear Education Grant Program	77.006	69,291		0
	U.S. Nuclear Regulatory Commission Scholarship and Fellowship Program	77.008	231,250		0
	U.S. Nuclear Regulatory Commission - Office of Research Financial Assistance Program	77.009	98,184		0
	Total Research and Development Program: Cluster		<u>\$398,725</u>		<u>0</u>
	Not Clustered:				
	Direct Award				
	U.S. Nuclear Regulatory Commission Nuclear Education Grant Program	77.006	10,803		0
	Total Not Clustered		<u>\$10,803</u>		<u>0</u>
	Total U. S. Nuclear Regulatory Commissio		<u>\$409,528</u>		<u>0</u>
U. S. Department of Energy	Research and Development Direct Award Programs Cluster:				
	Office of Science Financial Assistance Program	81.049	4,382,939		13,856
	Stewardship Science Grant Program	81.112	114,254		0
	Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance	81.117	103,924		0
	Nuclear Energy Research, Development and Demonstration	81.121	897,479		220,904
	Advanced Research Projects Agency - Energy	81.135	427,781		238,447
	Total Research and Development Program: Cluster		<u>\$5,926,377</u>		<u>\$473,207</u>

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**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Indirect Award					
Capability Inference Based on Dynamic Topic Modeling and Text Information Extraction	81.000	63,367	University of California Brookhaven National Laboratory	B617770 SUBCONTRACT	0
Deep Underground Neutrino Experiment (DUNE)	81.000	11,484	Laboratory Bechtel Marine Propulsion Corporation	#315224	0
Develop an Active Sensor Array Prototype for Knolls Atomic Power Laboratory	81.000	514,713	(BMPC)	7017364	0
Electronics X-Ray Inspection Shielding and Prediction Simulation	81.000	55,026	Honeywell FM&T LLC	N000254471	0
Enhanced Gamma-Ray Diagnostics and Imaging	81.000	990	Honeywell FM&T LLC	N000258186	0
Fellowship for 2016 Senior EMS LPC Distinguished Researcher	81.000	7,034	Fermilab	PO #625660	0
Fellowship for 2017 LPC Distinguished Researcher Program	81.000	39,093	Fermilab	631213	0
Geometrical Dimensioning and Tolerancing	81.000	7,754	Honeywell FM&T LLC National Renewable	N000268413	0
HEMS Code to Support IESM Upgrades	81.000	9,573	Energy Laboratory	XDJ-8-82140-01	0
HEMS Code to Support Smart Homes Hardware-In-The-Loop Experiments	81.000	9,604	Energy Laboratory	AHQ-7-70050-01	0
High Luminosity (HL) LHC CMS Detector Upgrade Project; Endcap Calorimeter	81.000	11,930	Fermilab	642962	0
Kansas State University Wind Turbine Design Team 2016	81.000	395	Energy Laboratory National Renewable	AFC-5-52004-08 MOD #3	0
Kansas State University Wind Turbine Design Team 2018	81.000	11,261	Energy Laboratory	AFC-7-70044-05	0
K-State Radar 2021 Consortium	81.000	74,591	Honeywell FM&T LLC	N000254430	0
LHC CMS Detector Upgrade HCAL Subsystem	81.000	33,575	Fermilab	PO #622469	0
Micro-Pocket Fission Detector Development for Treat Experiments	81.000	282,596	LLC Battelle Energy Alliance	182234	0
MU2E - Cosmic Ray Veto (CRV) Components	81.000	32,410	Fermilab	PO #642269	0
Neutron Interrogation Imaging	81.000	15,068	Honeywell FM&T LLC	N000261982	0
Real-Time Navigation System Simulation Advancement	81.000	113,036	National Technology and Engineering	1684192	0
RF Design/Layout of High-Frequency Electronics in Advanced PC Board Technologies	81.000	68,663	Honeywell FM&T LLC	N000183941	0
Solid State Dual Neutron / X-Ray Imager	81.000	41,746	Honeywell FM&T LLC	N000265179	16,585

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<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Technical Assistance on High Temperature MPFD Development	81.000	61,823	Battelle Energy Alliance LLC	151361	0
Thermal Battery Model Interface Development	81.000	33,592	National Technology and Engineering National Renewable Energy Laboratory Colorado State University	1626744	0
Wind For Schools Office of Science Financial Assistance Program	81.000	15,545		AFG-7-70129-01	0
Office of Science Financial Assistance Program	81.049	79,351		G-00027-1	0
Office of Science Financial Assistance Program	81.049	3,480	Powers & Zahr Consortium	PZ-KSU-2018-0001	0
Office of Science Financial Assistance Program	81.049	79,090	Radiation Detection Technologies, Inc.	MOA	0
Office of Science Financial Assistance Program	81.049	15,025	Texas A&M University North Carolina State University	02-S160249	0
Defense Nuclear Nonproliferation Research Nuclear Energy Research, Development and Demonstration	81.113	431,687	University City University of New York	2014-0501-04	0
Nuclear Energy Research, Development and Demonstration	81.121	33,453	University of Wisconsin-Madison	47846-A	0
Nuclear Energy Research, Development and Demonstration	81.121	61,172	Donald Danforth Plant Science Center	572K375	0
Advanced Research Projects Agency - Energy Total Research and Development Programs Cluster	81.135	388,014		22815-K	0
		<u>\$2,606,141</u>			<u>\$16,585</u>
Not Clustered:					
Direct Award					
State Energy Program Weatherization Assistance for Low-Income Persons	81.041	592,718			74,364
Total Not Clustered	81.042	2,540,247			2,234,426
Total U. S. Department of Energy		<u>\$3,132,965</u>			<u>\$2,308,790</u>
U. S. Department of Education		<u>\$11,665,483</u>			<u>\$2,798,582</u>
Research and Development Programs Cluster:					
Project Prepare, Advocate, Collaborate, & Empower (PACE) - Evaluation RII Track 1: Center for Root & Rhizobiome	84.000	35,766	Butler University	MOA	0
Inno-Vation (CRRRI) - Evaluation Minority Science and Engineering Improvement	84.000	60,000	University of Nebraska Queensborough	AGREEMENT	0
Total Research and Development Programs Cluster	84.120	14,278	Community College	46393-1	0
		<u>\$110,044</u>			<u>0</u>

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STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Special Education Cluster (IDEA):	Direct Award				
	Special Education - Grants to States	84.027	113,899,280		101,587,391
	Special Education - Preschool Grant:	84.173	4,171,750		3,325,716
	Total Special Education Cluster (IDEA)		<u>\$118,071,030</u>		<u>\$104,913,107</u>
Student Financial Assistance:	Direct Award				
	Federal Supplemental Educational Opportunity Grants	84.007	2,253,665		0
	Federal Work-Study Program	84.033	3,842,666		0
	Federal Perkins Loan Program - Federal Capital Contributions	84.038	70,006,693		0
	Federal Pell Grant Program	84.063	85,763,055		0
	Federal Direct Student Loans	84.268	482,731,665		0
	Teacher Education Assistance for College and Higher Education Grants (TEACH Grants)	84.379	665,007		0
	Postsecondary Education Scholarships for Veteran's Dependents	84.408	11,023		0
	Total Student Financial Assistance		<u>\$645,273,774</u>		<u>0</u>
TRIO Cluster:	Direct Award				
	TRIO - Student Support Services	84.042	1,539,558		0
	TRIO - Talent Search	84.044	772,141		0
	TRIO - Upward Bound	84.047	1,731,698		0
	TRIO - Educational Opportunity Centers	84.066	203,162		0
	TRIO - McNair Post-Baccalaureate Achievement	84.217	702,745		0
	Total TRIO Cluster		<u>\$4,949,304</u>		<u>0</u>
Not Clustered:	Direct Award				
	Adult Education - Basic Grants to States	84.002	3,883,153		3,439,364
	Title I Grants to Local Educational Agencies	84.010	106,236,044		104,596,727
	Migrant Education - State Grant Program	84.011	10,182,174		9,836,767
	Title I State Agency Program for Neglected and Delinquent Children	84.013	188,153		0
	Career and Technical Education - Basic Grants to States	84.048	10,210,135		8,879,365
	Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	21,053,571		2,780,719
	Rehabilitation Long-Term Training	84.129	181,311		0

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Migrant Education - Coordination Program	84.144	161,521			25,000
Migrant Education - College Assistance Migrant Program	84.149	448,570			160,799
Rehabilitation Services- Independent Living Services for Older Individuals Who are Blind	84.177	434,750			434,750
Special Education - Grants for Infants and Families	84.181	4,557,792			3,360,269
Education for Homeless Children and Youth	84.196	508,055			430,435
Graduate Assistance in Areas of National Need	84.200	112,888			0
Twenty-First Century Community Learning Centers	84.287	5,171,848			4,665,446
Special Education - State Personnel Development	84.323	718,948			517,332
Special Ed Technical Assistance for Children with Disabilities	84.326	175,765			0
Gaining Early Awareness and Readiness for Undergraduate Programs	84.334	4,320,645			0
Child Care Access Means Parents in School	84.335	132,572			0
Rural Education	84.358	968,534			933,082
English Language Acquisition State Grants	84.365	4,415,400			3,882,796
Mathematics and Science Partnerships	84.366	986,064			463,509
Supporting Effective Instruction State Grant (formerly Improving Teacher Quality State Grants)	84.367	17,540,426			16,332,017
Competitive Grants for State Assessments (formerly Grants for Enhanced Assessment Instruments)	84.368	1,744,769			0
Grants for State Assessments and Related Activities	84.369	3,749,523			0
Striving Readers	84.371	80,840			0
Statewide Longitudinal Data Systems	84.372	50,000			0
School Improvement Grants	84.377	3,229,006			3,064,977
Statewide Data Systems - ARRA	84.384	136,496			0
Student Support and Academic Enrichment Program	84.424	2,038,594			1,962,029
National Assessment of Educational Progress	84.902	94,466			0
Total Not Clustered		<u>\$203,712,013</u>			<u>\$165,765,383</u>

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>		<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
	Indirect Award					
		84.350	8,961	Ohio State University	60031733	0
				Univ of Kansas Ctr for	FY2018-014/PO #	
		84.365	84	Research Inc	KUR1000365	0
				Center for Civic	AGREEMENT	
		84.367	85,940	Education	PROGRAM YEAR	0
					2016-20	
		84.367	42,194	Center for Civic	SUBAWARD	0
				Education	AGREEMENT 132113	
		84.367	21,558	NATIONAL WRITING		0
				PROJECT	15-KS01-SEED2015	
			<u>\$158,737</u>			<u>0</u>
	Total U. S. Department of Education		<u>\$972,274,902</u>			<u>\$270,678,490</u>
National Archives and Records Administration	Not Clustered:					
	Direct Award					
		89.003	4,713	National Historical Publications and Records Grants		0
			<u>\$4,713</u>	Total Not Clustered		<u>0</u>
	Indirect Award					
		89.003	2,258	National Historical Publications and Records Grants	NAR16-RC-10257-16 and NAR18-RC-100236-18	0
			<u>\$2,258</u>	Total Not Clustered		<u>0</u>
	Total National Archives and Records Administratio		<u>\$6,971</u>			<u>0</u>
U. S. Department of Health and Human Services	Indirect Award					
		93.556	16,749	State of Maine ROM FY2017 Promoting Safe and Stable Families	ME Dept. of Health and Human Services	0
			<u>\$16,749</u>		CFS-17-8402	<u>0</u>
	Aging Cluster:					
	Direct Award					
		93.044	3,495,484	Special Programs for the Aging - Title III, Part B-Grants for Supportive Services and Senior		3,363,595
		93.045	6,201,141	Special Programs for the Aging - Title III, Part C-Nutrition Services		5,596,575
		93.053	2,055,985	Nutrition Services Incentive Program		2,055,985
			<u>\$11,752,610</u>	Total Aging Cluster		<u>\$11,016,155</u>

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STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>		<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
CCDF Cluster:						
	Direct Award					
		Child Care and Development Block Grant	93.575	22,036,744		7,986,120
		Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	15,021,730		0
		Total CCDF Cluster		<u>\$37,058,474</u>		<u>\$7,986,120</u>
Health Center Program Cluster:						
	Direct Award					
		Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care)	93.224	1,797,593		269,000
		Grants for New and Expanded Services under the Health Center Program	93.527	38,150		0
		Total Health Center Program Cluster		<u>\$1,835,743</u>		<u>\$269,000</u>
Maternal, Infant, and Early Childhood Home Visiting Cluster:						
	Direct Award					
		Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Home Visiting Program	93.505	2,811,491		1,882,191
		Maternal, Infant and Early Childhood Home Visiting Grant Program	93.870	2,910,704		2,260,566
		Total Maternal, Infant, and Early Childhood Home Visiting Cluster		<u>\$5,722,195</u>		<u>\$4,142,757</u>
	Indirect Award					
		Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Home Visiting Program	93.505	864	Iowa Department of Public Health STE0076041	0
		Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Home Visiting Program	93.505	97,648	Iowa Department of Public Health STE0077056	0
		Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Home Visiting Program	93.505	198,563	Iowa Department of Public Health STE0078978	0
		Maternal, Infant and Early Childhood Home Visiting Grant Program	93.870	409,238	IA Judicial Branch 5887CH41	0
		Maternal, Infant and Early Childhood Home Visiting Grant Program	93.870	96,537	Iowa Department of Public Health 0000012945	0
		Maternal, Infant and Early Childhood Home Visiting Grant Program	93.870	165,301	Oklahoma State Department of Health 3409021723	0
		Total Maternal, Infant, and Early Childhood Home Visiting Cluster		<u>\$968,151</u>		<u>0</u>

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**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Medicaid Cluster:					
Direct Award					
State Medicaid Fraud Control Units	93.775	1,213,421			0
State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare	93.777	4,735,467			0
Medical Assistance Program	93.778	1,992,171,365			2,713,366
Total Medicaid Cluster		<u>\$1,998,120,253</u>			<u>\$2,713,366</u>
Research and Development Programs Cluster:					
Direct Award					
CDC Intergovernmental Personnel Act Agreement	93.000	81,750			0
Sexual Risk Avoidance Education	93.060	475,099			0
Food and Drug Administration - Research	93.103	384,739			47,011
Research Related to Deafness and Communication Disorders	93.173	387,127			0
Mental Health Research Grants	93.242	238,629			0
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	52,066			0
Discovery and Applied Research for Technological Innovations to Improve Human Health	93.286	42,759			0
Research Infrastructure Programs	93.351	8,822			0
Cancer Cause and Prevention Research	93.393	74,295			0
Cancer Detection and Diagnosis Research	93.394	298,380			68,719
Cancer Biology Research	93.396	108,918			0
Cardiovascular Diseases Research	93.837	136,314			0
Arthritis, Musculoskeletal and Skin Diseases Research	93.846	232,112			0
Diabetes, Digestive, and Kidney Diseases Extramural Research	93.847	470,343			210,867
Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853	152,202			0
Allergy, Immunology and Transplantation Research	93.855	3,236,438			645,081
Biomedical Research and Research Training	93.859	4,614,932			235,743
Child Health and Human Development Extramural Research	93.865	297,472			0
Aging Research	93.866	1,016,141			265,065
Antimicrobial Resistance Surveillance in Retail Food Specimens	93.876	116,800			0
Total Research and Development Programs Cluster		<u>\$12,425,338</u>			<u>\$1,472,486</u>

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**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Indirect Award					
Syndromic Surveillance of Swine Influenza Viruses in the United States	93.000	125,723	St Jude Childrens Research Hospital	111978040-7753862	0
Healthy Marriage Promotion and Responsible Fatherhood Grants	93.086	38,281	Texas State University San Marcos	17013-82654-1	0
Healthy Marriage Promotion and Responsible Fatherhood Grants	93.086	71,215	Texas State University San Marcos	18002-82893-1	0
Enhance the Safety of Children Affected by Substance Abuse	93.087	46,846	IA Judicial Branch	19192	0
Research Related to Deafness and Communication Disorders	93.173	2,312	Baylor College of Medicine	PO# 7000000087	0
Trans-NIH Research Support	93.310	67,500	Xavier University	OSP-15-21173-01A / P0056324	0
Protecting and Improving Health Globally Building and Strengthening Public Health Impact Systems, Capacity and Security	93.318	80,575	Washington State University Iowa State University of Science and Technology	126493-G003500 430-40-11A	73,570 0
Research Infrastructure Programs	93.351	40,064	Technology	MOA	0
Cancer Treatment Research	93.395	36,082	Hylapharm LLC Cleveland Clinic		0
Cancer Biology Research	93.396	3,099	Foundation	711-SUB	0
Lung Diseases Research	93.838	27,818	University of Minnesota	D004708901	0
Allergy, Immunology and Transplantation Research	93.855	7,911	Boston University	4500002616	0
Allergy, Immunology and Transplantation Research	93.855	110,954	Emory University	T723181	0
Allergy, Immunology and Transplantation Research	93.855	11,390	Ross University	SUBAWARD AGREEMENT	0
Allergy, Immunology and Transplantation Research	93.855	3,882	SUNY - Stony Brook University	80710/1145159/2	0
Allergy, Immunology and Transplantation Research	93.855	56,016	University of Alabama	000508848-002	0
Allergy, Immunology and Transplantation Research	93.855	174,156	University of Alabama	000511529-001	0
Allergy, Immunology and Transplantation Research	93.855	1	University of California	8677sc	0
Allergy, Immunology and Transplantation Research	93.855	55,723	University of Kansas Center for Research KUMC Research	FY2015-006	0
Biomedical Research and Research Training	93.859	26,147	Institute	1000836017	0

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**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Biomedical Research and Research Training	93.859	32,276	KUMC Research Institute	1000894059	0
Biomedical Research and Research Training	93.859	46,702	KUMC Research Institute	1000931512	0
Biomedical Research and Research Training	93.859	10,035	KUMC Research Institute	1000931513	0
Biomedical Research and Research Training	93.859	25,715	KUMC Research Institute	1000931514	0
Biomedical Research and Research Training	93.859	23,732	KUMC Research Institute	1000931519	0
Biomedical Research and Research Training	93.859	216,411	North Carolina State University	2015-1269-01	0
Biomedical Research and Research Training	93.859	242	University of Kansas Center for Research	1000865757	0
Biomedical Research and Research Training	93.859	13,663	University of Kansas Center for Research	1000893926	0
Biomedical Research and Research Training	93.859	64,995	University of Kansas Center for Research	1000893927	0
Biomedical Research and Research Training	93.859	16,771	University of Kansas Center for Research	1000893928	0
Biomedical Research and Research Training	93.859	9,344	University of Kansas Center for Research	1000893929	0
Biomedical Research and Research Training	93.859	18,592	University of Kansas Center for Research	1000893930	0
Biomedical Research and Research Training	93.859	25,000	University of Kansas Center for Research	1000898473	0
Biomedical Research and Research Training	93.859	14,740	University of Kansas Center for Research	AWARD	0
Biomedical Research and Research Training	93.859	157,311	University of Kansas Center for Research	FY2016-131-M1	0
Biomedical Research and Research Training	93.859	1,281	University of Kansas Center for Research	FY2017-004	0
Biomedical Research and Research Training	93.859	307	University of Kansas Center for Research	FY2017-006	0
Biomedical Research and Research Training	93.859	6,380	University of Kansas Center for Research	FY2017-008	0
Biomedical Research and Research Training	93.859	686	University of Kansas Center for Research	FY2017-009	0
Biomedical Research and Research Training	93.859	67,947	University of Kansas Center for Research	FY2017-067-M2	0
Biomedical Research and Research Training	93.859	26,750	University of Kansas Center for Research	FY2018-006	0

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STATE OF KANSAS
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FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Biomedical Research and Research Training	93.859	12,818	University of Kansas Center for Research	FY2018-008	0
Biomedical Research and Research Training	93.859	16,573	University of Kansas Center for Research	FY2018-011/PO # KUR1000403	0
Biomedical Research and Research Training	93.859	26,372	University of Kansas Center for Research	FY2018-028	0
Biomedical Research and Research Training	93.859	128,927	University of Kansas Center for Research	FY2018-12	0
Biomedical Research and Research Training	93.859	176,324	University of Kansas Medical Center	QW864620	0
Biomedical Research and Research Training	93.859	1,875	University of Kansas Medical Center	1000894195	0
Biomedical Research and Research Training	93.859	30,000	University of Kansas Medical Center	1000894200	0
Biomedical Research and Research Training	93.859	29,162	University of Kansas Medical Center	1000894202	0
Biomedical Research and Research Training	93.859	18,750	University of Kansas Medical Center	1000894208	0
Biomedical Research and Research Training	93.859	37,500	University of Kansas Medical Center	1000894211/5P20GM1 03418-17	0
Biomedical Research and Research Training	93.859	113,745	University of Kansas Medical Center	AWARD	0
Biomedical Research and Research Training	93.859	30,400	University of Kansas Medical Center	FIXED PRICE AGREEMENT	0
Biomedical Research and Research Training	93.859	2	University of Kansas Medical Center	PO # 1000865543	0
Biomedical Research and Research Training	93.859	1,875	University of Kansas Medical Center	PO #1000894202	0
Biomedical Research and Research Training	93.859	79,533	University of Kansas Medical Center	PO #1000894203	0
Biomedical Research and Research Training	93.859	32,097	University of Kansas Medical Center	PO #1000894206	0
Biomedical Research and Research Training	93.859	111,775	University of Kansas Medical Center	PO# 1000894204	0
Biomedical Research and Research Training	93.859	37,000	University of Kansas Medical Center	PO#1000849212	0
Biomedical Research and Research Training	93.859	13,307	University of Kansas Medical Center	PO#1000894197	0
Biomedical Research and Research Training	93.859	20,768	University of Kansas Medical Center	PO#1000894198	0
Biomedical Research and Research Training	93.859	33,619	University of Kansas Medical Center	PO#1000894199	0

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**STATE OF KANSAS
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FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
			University of Kansas		
	93.859	282,423	Medical Center	PO#1000894205	0
			University of Kansas		
	93.859	15,000	Medical Center	PO#1000894207	0
			University of Kansas		
	93.859	47,814	Medical Center	PO#1000894209	0
			University of Kansas		
	93.859	97,141	Medical Center	PO#1000894210	0
			University of Kansas	SUBAWARD	
	93.859	24,992	Medical Center	QH805113	0
			University of Kansas		
	93.859	43,440	Medical Center	ZAS00080	0
			University of		
	93.859	78,546	Massachusetts	SUB# 18-010061 A00	0
			Michigan State		
	93.865	1,251	University	RC108070KSU	0
			The Scripps Research		
	93.865	35,882	Institute	5-53415	0
			University of Florida		
	93.865	63,369	AfaSci Research	UFDSP00011899	0
			Laboratory		
	93.866	117,085	Georgia Institute of	AGREEMENT	0
			Technology	SUBAWARD #RG186-	
	93.867	76,102		G1	0
			Total Research and Development Programs Cluster		0
					\$73,570
Student Financial Assistance:					
Direct Award					
	93.264	112,892	Nurse Faculty Loan Program (NFLP)		0
			Health Professions Student Loans, Including		
	93.342	5,626,986	Primary Care Loans/Loans for Disadvantaged		0
	93.364	415,711	Nursing Student Loans		0
			Total Student Financial Assistance		0
TANF Cluster:					
Direct Award					
	93.558	85,687,218	Temporary Assistance for Needy Families		51,255,703
			Total TANF Cluster		\$51,255,703

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FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Not Clustered:					
Direct Award					
Compilation of a Food Safety Preventive Controls Animal Food Training Curriculum	93.000	44,546			36,354
Special Programs for the Aging - Title VII, Chapter 3-Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	60,000			60,000
Special Programs for the Aging - Title VII, Chapter 2-Long Term Care Ombudsman Services for Older Individuals	93.042	121,982			0
Special Programs for the Aging - Title III, Part D-Disease Prevention and Health Promotion Services	93.043	145,416			145,416
Special Programs for the Aging - Title IV and Title II-Discretionary Projects	93.048	226,357			0
National Family Caregiver Support, Title III, Part E	93.052	1,172,566			1,172,566
Public Health Emergency Preparedness Environmental Public Health and Emergency Response	93.069	6,760,952			3,737,555
Medicare Enrollment Assistance Program	93.070	619,923			0
Birth Defects and Developmental Disabilities - Prevention and Surveillance	93.071	1,366,777			94,420
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	93.073	79,243			0
Cooperative Agreements to Promote Adolescent Health through School-Based HIV/STD Prevention and School-Based Surveillance	93.074	38,357			5,422
Affordable Care Act - Personal Responsibility Education Program	93.079	65,639			0
Affordable Care Act - Health Profession Opportunity Grants	93.092	86,749			85,874
Food and Drug Administration - Research Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)	93.093	2,415,927			2,266,537
Maternal and Child Health Federal Consolidated Programs	93.103	1,488,898			0
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.104	2,449,370			1,764,978
	93.110	722,758			35,526
	93.116	407,187			118,988

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STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
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Emergency Medical Services for Childre Cooperative Agreements to States/Territorie: for the Coordination and Development of Primary Care Offices	93.127	120,503			0
Injury Prevention and Control Research and State and Community Based Programs	93.130	167,824			0
Projects for Assistance in Transition from Homelessness (PATH)	93.136	1,780,760			163,426
	93.150	353,451			352,784
Grants to States for Loan Repayment Program	93.165	111,144			111,144
Family Planning - Services	93.217	2,540,027			2,248,570
Affordable Care Act - Abstinence Education Program	93.235	598,539			348,165
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	3,711,579			2,801,213
Advanced Nursing Education Grant Program	93.247	656,170			0
Universal Newborn Hearing Screening	93.251	247,049			0
Immunization Cooperative Agreements	93.268	793,837			57,968
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	558,245			70,000
Small Rural Hospital Improvement Grant Program	93.301	810,377			0
National State Based Tobacco Control Programs	93.305	990,286			191,999
Early Hearing Detection and Interventin Information System (EHDI)IS) Surveillance	93.314	130,226			0
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	1,517,942			42,798
Advanced Education Nursing Traineeships	93.358	17,641			0
ACL Independent Living Grants	93.369	931,489			931,437
Pregnancy Assistance Fund Program	93.500	431,574			400,839
ACA Nationwide Program for National anc State Background Checks for Direct Patient Access Employees of Long Term Care Facilities and Providers	93.506	98,057			0
Public Health Training Centers Program	93.516	84,779			0

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FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Affordable Care Act: Building Epidemiology, Laboratory, and Health Information Systems Capacity in the Epidemiology and Laboratory Capacity for Infectious Disease and Emerging Infectious Program Cooperative Agreements PPHF Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by Prevention and Public Health Funds	93.521	761,025			0
National Health Service Corps	93.539	1,844,766			557,641
Promoting Safe and Stable Families	93.547	30,709			0
Child Support Enforcement	93.556	2,067,478			1,612,319
Low-Income Home Energy Assistance	93.563	25,530,518			0
Community Services Block Grant	93.568	32,294,296			4,801,730
State Court Improvement Program	93.569	5,419,529			5,108,623
Community-Based Child Abuse Prevention Grants	93.586	317,934			0
Grants to States for Access and Visitation Programs	93.590	799,334			748,504
Chafee Education and Training Vouchers Program (ETV)	93.597	103,594			99,707
Head Start	93.599	616,079			0
Developmental Disabilities Basic Support and Advocacy Grants	93.600	94,488			0
Children's Justice Grants to States	93.630	560,211			116,425
Child Welfare Services - State Grants	93.643	180,979			175,205
Foster Care-Title IV-E	93.645	2,619,983			1,831,023
Adoption Assistance	93.658	27,586,795			23,681,627
Social Services Block Grant	93.659	17,489,539			57,432
Child Abuse and Neglect State Grants	93.667	24,783,200			19,400,958
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.669	287,831			0
Chafee Foster Care Independence Program	93.671	1,182,824			1,122,990
Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and State Public Health Approaches for Ensuring	93.674	1,978,145			654,290
Quitline Capacity - Funded in Part by Prevention and Public Health Funds (PPHF)	93.733	14,077			0
PPHF: Health Care Surveillance/Health	93.735	136,371			0
Statistics Surveillance Program	93.745	382,712			0

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations financed in part by Prevention and Public Health Funds	93.752	1,368,956			17,249
State Public Health Actions to Prevent and Control Diabetes, Heart Disease, Obesity and Associated Risk Factors and Promote School Health finance in part by Prevention and Public Health Funding (PPHF)	93.757	3,729,006			2,458,492
Preventive Health and Human Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)	93.758	1,150,695			596,730
Children's Health Insurance Program	93.767	111,742,049			94,265
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	93.779	884,278			287,287
Opioid STR	93.788	2,487,558			2,104,582
Money Follows the Person Rebalancing Demonstration	93.791	6,438,716			8,826
State Survey and Certification of Health Care Providers and Suppliers (Title XIX) Medicaid Increasing the Implementation of Evidence Based Cancer Survivorship Interventions to Increase Quality and Duration of Life Among Cancer Patients	93.808	405,982			3,183
Domestic Ebola Supplement to the Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.815	166,062			0
Hospital Preparedness Program (HPP) Ebola Preparedness and Response Activities	93.817	135,033			98,858
National Bioterrorism Hospital Preparedness Program	93.889	2,009,502			1,502,692
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	93.898	2,394,765			2,500
Rural Health Care Services Outreach, Rural Health Network Development and Small Health Care Provider Quality Improvement Program	93.912	882,551			0
Grants to States for Operation of State Offices of Rural Health	93.913	171,370			600
HIV Care Formula Grants	93.917	1,174,416			0
Healthy Start Initiative	93.926	657,246			520,444

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
HIV Prevention Activities - Health Department Based	93.940	642,925			214,359
HIV Demonstration, Research, Public and Professional Education Projects	93.941	379,502			166,656
Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	93.944	188,441			0
Assistance Programs for Chronic Disease Prevention and Control	93.945	1,732,718			222,309
Cooperative Agreements to Support State Based Safe Motherhood and Infant Health Initiative Programs	93.946	172,737			0
Block Grants for Community Mental Health Services	93.958	3,075,654			2,499,601
Block Grants for Prevention and Treatment of Substance Abuse	93.959	12,202,841			9,618,833
Preventive Health Services - Sexually Transmitted Diseases Control Grants	93.977	695,874			204,342
Maternal and Child Health Services Block Grant to the States	93.994	4,453,739			2,326,707
Total Not Clustered		<u>\$344,375,916</u>			<u>\$100,160,968</u>
Indirect Award					
Flour Fortification Monitoring Course	93.000	3,750	McKing Consulting Corporation	KSU-PO02-4575	0
Kansas Food Recovery Technical Assistance Partnership	93.000	12,350	Lawrence-Douglas County Health Dept	AGREEMENT	0
Advancing System Improvements for Key Issues in Women's Health	93.088	7,000	University of Kansas Center for Research	FY2017-011-M1	0
Food and Drug Administration - Research	93.103	1,435	Association of Food and Drug Officials (AFDO)	G-ME-1710-01155	0
Food and Drug Administration - Research	93.103	329	Association of Food and Drug Officials (AFDO)	G-MP-1612-04545	0
Food and Drug Administration - Research	93.103	1,612	Association of Food and Drug Officials (AFDO)	G-MT-1612-00343	0
Food and Drug Administration - Research	93.103	7,394	Association of Food and Drug Officials (AFDO)	G-MT-1710-01143	0

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
	Food and Drug Administration - Research	93.103	1,800 Association of Food and Drug Officials (AFDO)	G-SP-1611-03928	0
	Food and Drug Administration - Research	93.103	992 Association of Food and Drug Officials (AFDO)	G-T-1611-03938	0
	Food and Drug Administration - Research	93.103	8,863 Iowa State University of Science and Technology	430-30-01A	0
	Maternal and Child Health Federal Consolidated Programs	93.110	89,038 Association of Public Health Laboratories	56300-600-160-16-10	0
	Maternal and Child Health Federal Consolidated Programs	93.110	23,620 University of Colorado - Denver	UG8MC28554	0
	Minority Health and Health Disparities Research	93.307	483,000 KU Endowment	32392	0
	Research, Monitoring and Outcomes Definitions for Vaccine Safety	93.344	11,271 Alzheimers Association	NU58DP006115-03-00	0
	Total Not Clustered		<u>\$652,454</u>		
Non-Monetary Award	Immunization Cooperative Agreement:	93.268	24,526,252		0
	Total Not Clustered		<u>\$24,526,252</u>		
Total U. S. Department of Health and Human Service			<u>\$2,532,896,984</u>		<u>\$179,090,125</u>
Corporation for National and Community Service	Foster Grandparent/ Senior Companion Cluster:				
	Foster Grandparent Program	94.011	461,510		0
	Senior Companion Program	94.016	452,670		0
	Total Foster Grandparent/Senior Companion Cluster		<u>\$914,180</u>		
Not Clustered:	Direct Award				
	State Commissions	94.003	257,511		3,059
	AmeriCorps	94.006	1,153,684		786,150
	Training and Technical Assistance	94.009	79,255		0
	Volunteers in Service to America	94.013	73,803		0
	Volunteer Generation Fun	94.021	114,838		91,405
	Total Not Clustered		<u>\$1,679,091</u>		<u>\$880,614</u>
Total Corporation for National and Community Serv			<u>\$2,593,271</u>		<u>\$880,614</u>

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Executive Office of the President					
Not Clustered:					
Direct Award					
High Intensity Drug Trafficking Areas Program	95.001	3,533,001			1,690,386
Total Not Clustered		<u>\$3,533,001</u>			<u>\$1,690,386</u>
Total Executive Office of the Presiden		<u>\$3,533,001</u>			<u>\$1,690,386</u>
Social Security Administration					
Disability Insurance/SSI Cluster:					
Direct Award					
Social Security - Disability Insurance	96.001	11,133,072			0
Total Disability Insurance/SSI Cluster		<u>\$11,133,072</u>			
Total Social Security Administration		<u>\$11,133,072</u>			
U. S. Department of Homeland Security					
Research and Development Programs Cluster:					
Direct Award					
Centers for Homeland Security	97.000	1,083,746			167,489
Centers for Homeland Security	97.061	461,830			198,469
Total Research and Development Programs Cluster		<u>\$1,545,576</u>			<u>\$365,958</u>
Indirect Award					
Assessing the Epidemiological and Economic Impacts of Countermeasures and Vaccination Strategies in Disease Outbreaks at the National Scale	97.000	192,244	Colorado State University	G-13003-1	0
Cyber Physical System Security (CPSSEC)	97.000	55,974	Adventium Enterprises LLC	1048-KSU-CLIN 0020	0
Cyber Physical System Security (CPSSEC) YR3	97.000	9,523	Adventium Enterprises LLC	1048-KSU CLIN 0030	0
Develop and Verify Performance of Novel Screening, Surveillance and Diagnostic Tools	97.000	2,582	MRI Global	680-110942-1	0
Evaluation of a Plant-Made CSFV Vaccine During a Challenge Study in Swine	97.000	27,982	iBio CMO LLC	IIAD_KSU-001	0
Assistance to Firefighters Grant Scholars and Fellows, and Educational Programs	97.044	10,967	Drexel University	850034	0
Total Research and Development Programs Cluster	97.062	<u>37,596</u>	Tuskegee University	30-22430-074-76190	<u>0</u>
Total Research and Development Programs Cluster		<u>\$336,868</u>			

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Not Clustered:					
Direct Award					
	97.012	1,064,947			0
	97.023	183,032			0
	97.036	12,915,510			10,189,613
	97.039	485,363			373,147
	97.041	332,304			0
	97.042	4,749,126			1,584,969
	97.045	2,876,280			0
	97.046	3,136,343			2,056,658
	97.047	27,071			27,071
	97.067	3,359,455			2,648,368
		<u>\$29,129,431</u>			<u>\$16,879,826</u>
Total U. S. Department of Homeland Security		<u>\$31,011,875</u>			<u>\$17,245,784</u>
U. S. Agency for International Development					
Research and Development Programs Cluster:					
Direct Award					
	98.001	11,225,664			7,420,625
		<u>\$11,225,664</u>			<u>\$7,420,625</u>
Indirect Award					
	98.000	70,450	Michigan State University	RC102095BHEARD-G3007	0
	98.000	12,541	Michigan State University	RC102095-B2003 / RC102095 & RC102095-	0
	98.000	26,084	Michigan State University	G2002/R102542/R1033	0
	98.000	40,337	Michigan State University	RC102095BHEARD-GHANA	0
	98.000	53,313	Michigan State University	TASK ORDER RC102095BHEARD-	0
	98.000	133,036	Michigan State University	RC102095BHEARD-UGANDA	0
	98.000	20,974	Michigan State University	RC107526 KSU	0
	98.000	66,835	Michigan State University	61-2953 / RC100022	0

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Strengthening the Capacity of the Department of Agribusiness and Natural Resource Economics (DANRE) in the College of Agricultural and Environmental Sciences (CAES), Makerere University	98.000	208,302	Michigan State University	TASK ORDER RC102095BHEARD- DANR	0
Targeted Engineering of Brassica Juncea Seed Biochemistry to Produce Reduced-USAID Foreign Assistance for Programs Overseas	98.000	502	National Academy of Sciences	PGA-2000003650	0
USAID Foreign Assistance for Programs Overseas	98.001	10,047	Agricultural & Technical State University	280782D	0
USAID Foreign Assistance for Programs Overseas	98.001	193,722	University of California Davis	09-002945-141	90,865
USAID Foreign Assistance for Programs Overseas	98.001	105,575	University of California Davis	09-002945-204 SUB#	0
USAID Foreign Assistance for Programs Overseas	98.001	100,529	University of Florida	UFDSP000117910	72,755
USAID Foreign Assistance for Programs Overseas	98.001	37,093	University of Florida	UFDSP00011416	0
USAID Foreign Assistance for Programs Overseas	98.001	177,203	University of Florida	UFDSP00011423	113,637
USAID Foreign Assistance for Programs Overseas	98.001	67,649	Washington State University	119457-G003312	0
Total Research and Development Programs Cluster		<u>\$1,324,192</u>			<u>\$277,257</u>
Not Clustered:					
Indirect Award					
USAID Foreign Assistance for Programs Overseas	98.001	118,445	University of California Davis	A10-001-5002	55,693
USAID Foreign Assistance for Programs Overseas	98.001	17,236	University of Illinois	2015-06391-03	0
Total Not Clustered		<u>\$135,681</u>			<u>\$55,693</u>
Total U. S. Agency for International Development		<u>\$12,685,537</u>			<u>\$7,753,575</u>

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

STATE OF KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

<i>Federal Grantor/Program</i>	<i>CFDA Number</i>	<i>Expenditures</i>	<i>Pass Through Entity</i>	<i>Pass Through Entity Number</i>	<i>Funds passed to Subrecipient</i>
Other Federal Grants					
Not Clustered:					
Direct Award					
ADAS Data Collection Contract Grant Synetics	99.006	190,311			0
Community Service Grant	99.999	171,903			0
Corporation for Public Broadcasting - Radi	99.999	114,090			0
Total Not Clustered		<u>\$476,304</u>			<u>0</u>
Indirect Award					
USAC E-RATE program	99.014	292,213	Universal Service Administrative Company	11922911	0
Total Not Clustered		<u>\$292,213</u>			<u>0</u>
Total Other Federal Grants		<u>\$768,517</u>			<u>0</u>
Total Federal Award Expenditures		<u>\$5,031,265,729</u>			<u>\$802,576,450</u>

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

„*Expenditures for CFDA No 17.225 include State Unemployment Insurance Benefits in the amount of \$152,907,165

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

STATE OF KANSAS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2018

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The accompanying schedule of expenditures of federal awards presents the activity of all federal award programs of the State of Kansas for the year ended June 30, 2018. All federal awards received directly from federal agencies, as well as federal awards passed through other governmental agencies, are included on the schedule. The federal awards of the component units of the six state universities are audited by other auditors in accordance with 2 CFR Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the Uniform Guidance), as a separate engagement from the State's audit. The schedule of expenditures of federal awards does include the federal awards received by Kansas Housing Resources Corporation, which is a component unit of the State. Federal awards passed through other third-party entities are shown as indirect awards in the schedule. The schedule of expenditures of federal awards does not include any federal awards received by the Kansas Development Finance Authority (KDFFA), the Kansas Center for Entrepreneurship (KCE), the Kansas Turnpike Authority (KTA), Information Network of Kansas, Inc. (INK), the Kansas Lottery and the Kansas Universal Services Fund (reported within the State Regulatory Boards and Commission Fund).

Basis of Accounting

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the State of Kansas and is presented on the modified-accrual basis of accounting, with the exception of amounts reported by the Kansas Department of Transportation (KDOT) and the Board of Regents. In accordance with KDOT's contracts with the U.S. Department of Transportation, federal expenditures are reported on a cash basis. For the Board of Regents, the expenditures are reported on a full accrual basis. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. Federal award program titles are reported as presented in the Catalog of Federal Domestic Assistance (the Catalog). Federal award titles not presented in the Catalog, but with the applicable Federal agency identified, are reported with the related Federal agency prefix number followed by (.000). If Federal award titles are not presented in the Catalog and the applicable Federal agencies have not been identified, they are reported as 99.999, in the "Other Federal Grants" section of the schedule.

Indirect Costs

The State of Kansas has elected not to use the 10 percent de minimus indirect cost rate as allowed under the Uniform Guidance.

NOTE 2 STUDENT FINANCIAL ASSISTANCE PROGRAMS

Federally funded student financial assistance programs are directly administered for the State of Kansas by the various Boards of Regents. The programs at each institution are administered separately from those of any other institution. Loans made during the year are included in the federal expenditures presented in the schedule.

**STATE OF KANSAS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2018**

NOTE 2 STUDENT FINANCIAL ASSISTANCE PROGRAMS (CONTINUED)

The Board of Regents' institutions are responsible only for the performance of certain administration duties with respect to the Federal Direct Loan Program and, accordingly, it is not practical to determine the balance of loans outstanding to students or former students under this program.

The Board of Regents' institutions participates in the Federal Perkins Loan Program (CFDA # 84.038). As of June 30, 2018, the balance of loans outstanding was \$70,006,693.

NOTE 3 REVOLVING LOAN FUNDS

The Water Pollution Control Revolving Fund and the Public Water Supply Loan Fund (both administered by the Kansas Department of Health and Environment) are revolving loan funds. Federal funded new loans provided under these programs are included as expenditures on the schedule of expenditures of Federal awards. Per the Uniform Guidance, loan proceeds that were received and expended in prior years are not considered federal awards expended (and thus not shown on the schedule of expenditures of federal awards) as those loans do not include continuing compliance requirements other than the repayment of the loans. The State is required to identify in the notes to the schedule of expenditures of federal awards the balances outstanding at the end of the audit period. The State had the following loan balances outstanding at June 30, 2018:

	<u>CFDA Number</u>	<u>Amounts Outstanding</u>
Water Pollution Control Revolving Fund	66.458	\$ 384,982,715
Public Water Supply Loan Fund	66.468	204,291,789

The amounts shown as outstanding for CFDA #'s 66.458 and 66.468 were not funded entirely with federal monies.

NOTE 4 UNEMPLOYMENT INSURANCE FUNDS

State unemployment tax revenues and the government and non-profit contributions in lieu of state taxes (State UI funds) must be deposited into the Unemployment Trust Fund in the U.S. Treasury. Use of these funds is restricted to pay benefits under the federally approved State Unemployment Law. For the year ended June 30, 2018, federal and state UI funds in the amount of \$175,207,287 are reported along with other federal funds in the schedule of federal expenditures under CFDA # 17.225.

**STATE OF KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018**

I. Summary of Independent Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified?	_____	Yes	_____	X	No
Significant deficiency(ies) identified that are not considered to be material weaknesses	_____	X	Yes	_____	None Reported
Noncompliance material to financial statements noted?	_____	Yes	_____	X	No

Federal Awards

Internal control over major programs:

Material weakness(es) identified?	_____	X	Yes	_____	No
Significant deficiency(ies) identified that are not considered to be material weaknesses	_____	X	Yes	_____	None Reported

Type of auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	_____	X	Yes	_____	No
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**STATE OF KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018**

II. Financial Statement Findings

2018 – 001 – General Fund Passed Adjustment

Type of Finding: Significant Deficiency in Internal Control over Financial Reporting

Condition: In accordance with K.S.A. 75-3728, a DA-32 report is submitted by the Department for Children and Families to the DOA at the conclusion of each fiscal year. The DA-32 report outlines the beginning fiscal year receivable balance, current year activity, calculated ending balance and the estimated allowance for doubtful accounts related to federal grant programs.

Criteria or specific requirement: The State is required to report a receivable and related revenue due to its involvement in federal grant programs at the close of each fiscal year. Year-end financial reporting is the responsibility of the Financial Integrity Team within the Department of Administration (DOA). The State of Kansas utilizes a financial management system called the Statewide Management Accounting and Reporting Tool (SMART). When an agency (other than the DOA) utilizes the SMART system, the accounting clerk of that agency or another agency employee with specific rights in SMART, records and codes financial activity in SMART.

For the agencies that do not use SMART to record year-end financial activity such as accounts receivable, the Financial Integrity Team sends out a questionnaire at the end of each fiscal year to these agencies to collect all necessary financial information. The Financial Integrity Team inputs this information into SMART at a summary level for recording in the CAFR. Period end account reconciliations and accruals are made either by the Financial Integrity Team or by the underlying agency. Account reconciliations performed include the recording of accounts receivable and revenue. The Financial Integrity Team reviews back up documentation for agency calculated accruals.

Context: As of June 30, 2018, accounts receivable and revenue were overstated in the General Fund.

Effect: Accounts receivable and revenue could be materially misstated at the close of the fiscal year if journal entries are not properly recorded and approved.

Cause: The year-end journal entry made by the State to record the year-end accounts receivable and revenue included an amount, which is not eligible for reimbursement and should not have been recorded as accounts receivable and revenue. The result is \$3 million overstatement of the related accounts receivable and revenue within the General Fund. The State has elected to record as a passed adjustment as of June 30, 2018.

Recommendation: We recommend the State review, improve and document its procedures surrounding the year-end journal entry process, specifically, related to accounts receivable and related revenues.

Views of responsible officials and planned corrective actions:

Actions planned in response to finding: The State will be formulating and adopting a policy regarding accounts receivable in 2019. In conjunction with that, the related procedures in regard to the year-end journal entry process for accounts receivable will be reviewed, updated as necessary, and documented.

STATE OF KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018

2018 – 002 – Grant Accounts Receivable, Deferred Inflows of Resources and Revenue

Type of Finding: Significant Deficiency in Internal Control over Financial Reporting

Condition: In accordance with K.S.A. 75-3728, a DA-32 report is submitted by the Kansas Department of Aging and Disability Services to the DOA at the conclusion of each fiscal year. The DA-32 report outlines the beginning fiscal year receivable balance, current year activity, calculated ending balance and the estimated allowance for doubtful accounts related to federal grant programs.

Criteria or specific requirement: The State is required to report a receivable and related revenue due to its involvement in federal grant programs at the close of each fiscal year. Year-end financial reporting is the responsibility of the Financial Integrity Team within the Department of Administration (DOA). The State of Kansas utilizes a financial management system called the Statewide Management Accounting and Reporting Tool (SMART). When an agency (other than the DOA) utilizes the SMART system, the accounting clerk of that agency or another agency employee with specific rights in SMART, records and codes financial activity in SMART.

For the agencies that do not use SMART to record year-end financial activity such as accounts receivable, the Financial Integrity Team sends out a questionnaire at the end of each fiscal year to these agencies to collect all necessary financial information. The Financial Integrity Team inputs this information into SMART at a summary level for recording in the CAFR. Period end account reconciliations and accruals are made either by the Financial Integrity Team or by the underlying agency. Account reconciliations performed include the recording of accounts receivable and revenue. The Financial Integrity Team reviews back up documentation for agency calculated accruals.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The State considers all revenues reported in the governmental funds to be available if the revenues are due at year-end and collected within sixty days thereafter.

Context: As of June 30, 2018, revenue is overstated and deferred inflows of resources is understated in the Social Services Fund.

Effect: Deferred inflows of resources and revenue could be materially misstated at the close of the fiscal year if journal entries are not properly recorded and approved.

Cause: A journal entry was incorrectly made to record accounts receivable and revenue related to federal grant activity in the Social Services Fund. It was noted that approximately \$2.1 million recorded as revenue was not received within the period of availability or sixty days within year end. The result is an overstatement of revenue as June 30, 2018 in the Social Services Fund. The State has elected to record as a passed adjustment as of June 30, 2018.

Recommendation: We recommend the State review, improve and document its procedures surrounding the year-end journal entry process, specifically, related to accounts receivable and related revenues.

**STATE OF KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018**

Views of responsible officials and planned corrective actions:

Actions planned in response to finding: The State will be formulating and adopting a policy regarding accounts receivable in 2019. In conjunction with that, the related procedures in regard to the year-end journal entry process for accounts receivable will be reviewed, updated as necessary, and documented.

2018 – 003 – Health & Environment Receivable, Deferred Inflows of Resources and Revenue

Type of Finding: Significant Deficiency in Internal Control over Financial Reporting

Condition: At year-end, the State records accounts receivable and revenue based on information provided by Kansas Department of Health & Environment (KDHE) related to the Medicaid Drug Rebate Program. KDHE bills drug manufacturers once per quarter. The fiscal agent provides a drug rebate aging report on a quarterly basis.

Criteria or specific requirement: The State is required to report a receivable and related revenue due to its involvement in the Medicaid Drug Rebate Program at the close of each fiscal year. Year-end financial reporting is the responsibility of the Financial Integrity Team within the Department of Administration (DOA). The State of Kansas utilizes a financial management system called the Statewide Management Accounting and Reporting Tool (SMART). When an agency (other than the DOA) utilizes the SMART system, the accounting clerk of that agency or another agency employee with specific rights in SMART, records and codes financial activity in SMART.

For the agencies that do not use SMART to record year-end financial activity such as accounts receivable, the Financial Integrity Team sends out a questionnaire at the end of each fiscal year to these agencies to collect all necessary financial information. The Financial Integrity Team inputs this information into SMART at a summary level for recording in the CAFR. Period end account reconciliations and accruals are made either by the Financial Integrity Team or by the underlying agency. Account reconciliations performed include the recording of accounts receivable and revenue. The Financial Integrity Team reviews back up documentation for agency calculated accruals.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The State considers all revenues reported in the governmental funds to be available if the revenues are due at year-end and collected within ninety days thereafter for the Department of Health and Environment Medicaid Drug Rebate Program.

Context: As of June 30, 2018, revenue was overstated and deferred inflows of resources was understated in the Health & Environment Fund.

Effect: Accounts receivable, deferred inflows of resources and revenue can be materially misstated at the close of the fiscal year if journal entries are not properly recorded and approved.

Cause: During our audit, we identified the following issues related to the Health & Environment Fund:

- The Health & Environment Fund overstated revenue and understated deferred inflows of resources by approximately \$30 million due to the State not receiving cash receipts within the ninety day collection period used by the Department of Health and Environment Medicaid Drug Rebate Program.

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- We noted approximately \$23 million of adjustments identified for the quarter ending September 30, 2018 relating to the period ending June 30, 2018 and prior that should have increased the accounts receivable balance as of June 30, 2018.
- The State understated the allowance for doubtful accounts and overstated revenue by approximately \$21 million due to a prior period claim recorded during the quarter ending June 30, 2018 that was deemed to be uncollectible subsequent to year-end.
- The State overstated accounts receivable and revenue by approximately \$14.3 million due to double counting certain drug rebate receipts within both the Medical Assistance and Medicaid Drug Rebate Program receivable balances.

Recommendation: We recommend the State review, improve and document its procedures surrounding the year-end journal entry process, specifically, related to accounts receivable and related revenues over the Medicaid Drug Rebate Program. In addition, we recommend KDHE document and improve its procedures surrounding year-end reporting of accounts receivable and related revenues over the Medicaid Drug Rebate Program, plus any resultant potential legal liabilities from this grant and otherwise.

Views of responsible officials and planned corrective actions:

Department of Administration response:

Actions planned in response to finding: The Financial Integrity Team will require the agency to provide complete and accurate documentation regarding the processes of the Medicaid Drug Rebate Program in support of the agency methodology for calculation of the accounts receivable balance reported. In addition, the State will be formulating and adopting a policy regarding accounts receivable in 2019. In conjunction with that, the related procedures in regard to the year-end journal entry process for accounts receivable will be reviewed, updated as necessary, and documented.

Kansas Department of Health & Environment (KDHE) response:

Actions planned in response to finding: KDHE will provide complete and accurate documentation regarding the processes of the Medicaid Drug Rebate Program in support of the agency methodology for calculation of the accounts receivable balance reported. KDHE will also include any potential liabilities, for grants and otherwise, in their legal letter due to DOA in August following fiscal year end.

2018– 004 – Financial Statement Adjustments

Type of Finding: Significant Deficiency in Internal Control over Financial Reporting

The Kansas State University System (University System) comprises seven constituent universities. The University System, along with its respective foundations, are reflected as a discretely presented component unit in the State of Kansas Comprehensive Annual Financial Report (State CAFR). In order to ensure information is complete and accurate in the State CAFR, each university is responsible for submitting accurate consolidated trial balances up to the State's Financial Integrity Team.

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Condition: During our audit, we identified the following adjustments related to the University System's financial statements:

- University of Kansas: Due to an error in the calculation of summer tuition to be deferred, the University of Kansas' unearned revenue was understated and related tuition revenue was overstated by \$6.1 million prior to adjustment. In addition, the University improperly calculated its net investment in capital assets. As such, an adjustment to increase its net investment in capital assets and to reduce its unrestricted net position of approximately \$6.7 million was recorded.
- University of Kansas Medical Center: Balances between current and noncurrent receivables and current and noncurrent compensated absences were misclassified. Specifically, our audit procedures identified that a reclassification entry was necessary to move approximately \$10.2 million of the receivable balance from the noncurrent portion of receivables to the current portion. Similarly, a reclassification entry was required to be made to move \$14.6 million of the compensated absence balance from noncurrent to current.
- Fort Hays State University: The University improperly calculated its net investment in capital assets. As a result, restricted and unrestricted net position were overstated. An audit adjustment was made to increase its net investment in capital assets by \$38.4 million and to decrease restricted net position by \$28.7 million and unrestricted net position by \$9.7 million. In addition, Fort Hays State University's financial statements were not available at the start of the audit fieldwork, nor were several account balance reconciliations. As a result, the trial balance required several client proposed adjustments during audit fieldwork.

Criteria or specific requirement: The seven Universities and their respective foundations are combined to create a discretely presented component unit within the State of Kansas CAFR. In order to report complete and accurate information in the CAFR for this many organizations, each University is required to implement financial reporting controls to ensure accurate financial information is reported up to the state's Financial Integrity Team.

Context:

- University of Kansas: After the \$6.1 million adjustment described above, ending unearned revenue for the University System was \$101.3 million and ending charges for services revenue was \$1,338.5 million. See bullet below for context surrounding net investment in plant and unrestricted net position.
- University of Kansas Medical Center: After the reclassifications discussed above, the University System's current balance of accounts receivable was \$408.4 million, the noncurrent balance of accounts receivable was \$222.6 million, the current balance of compensated absences was \$67.5 million, and the noncurrent balance of compensated absences was \$13.8 million.
- Fort Hays State University: After the adjustments discussed above for both Fort Hays University and for the University of Kansas, the University System's balance of net investment in capital assets was \$2,109.5 million, the balance for restricted net position \$2,104.7 million, and the balance for unrestricted net position was \$600.0 million.

Effect: Based upon the facts identified in the condition above, various balances within the University System had to be adjusted to reflect proper balances.

Cause: The following causes are provided for each of the above bullet points:

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- University of Kansas: Due to a change in software, an improper report was run which did not include a full population of the summer credit hours used for the calculation of summer unearned revenue. For the errors in the net position reporting, unamortized bond premiums and discounts and deferred outflows related to refunding were erroneously omitted from the calculation of net investment in capital assets. The year-end review process at the University did not identify these errors.
- University of Kansas Medical Center: The current portions and noncurrent portions of both accounts receivable and compensated absences were flipped when recording the balances in the financial statement template. The year-end review process at the University did not identify these errors.
- Fort Hays State University: Net position was not properly reconciled to supporting documentation. This resulted in errors in the amounts reported in the financial statement template submitted to the Financial Integrity Team. Lastly, the implementation of a new accounting software created obstacles for management when attempting to reconcile balances from the general ledger to supporting information at year-end. Due to the implementation of the new system, reconciliations were not being performed on a timely basis during the year.

Recommendation: We recommend that the Universities implement and/or enhance processes and procedures to provide accurate financial statements to the Financial Integrity Team at year-end, including a year-end review process to detect errors. This year-end process should include a checklist where the reviewer is ensuring financial information is complete and accurate, including:

- The summer unearned revenue calculation is accurate and is based upon complete summer class reports.
- The calculation for net investment in capital is accurate and includes premiums, discounts, and deferred outflows for losses on refunding.
- Current versus noncurrent assets and liabilities are being properly reflected in the information being submitted to the Financial Integrity Team.
- Timely reconciliations for general ledger balances to supporting documentation have been performed.

Views of responsible officials and planned corrective actions:

Actions planned in response to finding:

- University of Kansas: To ensure deferred revenues are properly calculated and reflected in the financial statements, the University will provide additional analysis which includes but is not limited to: (1) comparing the credit hours for summer compared to prior year as a reasonableness check, (2) compare assessed amounts and calculated deferred amounts to the prior year to ensure reasonable fluctuation, and (3) perform a calculation of tuition per credit hour to ensure amounts are reasonable compared to tuition rates.
- To ensure the calculations for investment in capital assets, net of related debt includes all of the necessary components to the calculation, the University has already included the missing components into the calculations and will be reviewing the calculations to ensure all necessary components are included.

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- University of Kansas Medical Center: The Medical Center will enhance year-end reporting procedures by implementing a checklist as recommended by the auditor.
- Fort Hays State University: Fiscal Year 2018 is the first year the University prepared the financial statements relying solely on the new ERP that went live April 2017. Reports to reconcile the general ledger balances were being modified as the financial statements were being prepared. The combination of the new software and a change in personnel created a delay which forced the University to submit some draft information to the state. As the information was reviewed, updated financial information was remitted to the state. The procedures necessary to provide financial information to the state were documented during the Fiscal Year 2018 preparation. The reports necessary to reconcile general ledger accounts will be fully functional for the Fiscal Year 2019 report.

The University expects to provide accurate financial statements to the Financial Integrity Team for the Fiscal Year ending 2019 and thereafter.

III. Federal Award Findings and Questioned Costs

2018 – 005

Federal Agency: Department of the Interior

State Department/Agency: Kansas Department of Wildlife, Parks and Tourism (KDWPT)

Federal Program: Sports Fish Restoration Program and Wildlife Restoration and Basic Hunter Education

CFDA Number: 15.605 and 15.611

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Cash Management

Type of Finding: Material Weakness in Internal Control over Compliance, Other Matters

Criteria or specific requirement: Per 2 CFR 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements* (the Uniform Guidance), section 200.62, internal controls should be designed to provide reasonable assurance regarding the achievement that transactions are properly recorded and accounted for and transactions are executed in compliance with federal statutes, regulations, and the terms and conditions of the Federal award that could have a direct and material effect on a Federal program.

Condition: Eighteen of the eighteen cash reimbursements sampled lacked evidence that internal controls, as described to be in place by management, were being followed.

Questioned costs: None.

Context: Internal controls surrounding the cash reimbursement process were indicated by KDWPT program staff to be management-level review of the draw down requests; however, during our testing, we were unable to obtain sufficient evidence that such review had occurred for all eighteen samples. This resulted in an error rate of 100% of the transactions tested that did not have evidence of internal controls. A non-statistical sampling methodology was used to select the sample.

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Cause: Internal controls surrounding the cash reimbursement process were indicated by KDWPT program staff to be management-level review of the draw down requests; however, KDWPT does not retain any documentation or evidence that such review has occurred.

Effect: This finding indicates that there could be some process improvement in how internal controls are documented with KDWPT's cash reimbursement process.

Repeat Finding: No.

Recommendation: We recommend KDWPT develop policies or procedures to retain evidence internal controls surrounding the cash reimbursement process are in place and being followed.

Views of responsible officials: There is no disagreement with the audit finding.

2018 – 006

Federal Agency: Department of the Interior

State Department/Agency: Kansas Department of Wildlife, Parks and Tourism (KDWPT)

Federal Program: Sports Fish Restoration Program and Wildlife Restoration and Basic Hunter Education

CFDA Number: 15.605 and 15.611

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Schedule of Expenditures of Federal Awards

Type of Finding: Significant Deficiency in Internal Control over Compliance

Criteria or specific requirement: Per 2 CFR 200.510, the auditee must also prepare a Schedule of Expenditures of Federal Awards for the period covered by the auditee's financial statements which must include the total Federal awards expended as determined in accordance with 2 CFR 200.502 Basis for determining Federal awards expended. 2 CFR 200.34's definition of expenditures includes the amount of indirect expense charged for an award.

Condition: Indirect costs being reimbursed for the program are not properly included as expenditures to the program in the Schedule of Expenditures of Federal Awards (SEFA). Expenditures for the program were under-reported on the SEFA by an amount of \$740,581.

Questioned costs: None.

Context: While testing a sample of SF-425 reports, we discovered that indirect costs were being reported to and reimbursed by the Department of the Interior; however, those costs were not being reflected in the SEFA amounts being reported. It should be noted that the program does have an indirect cost rate in place that was approved by Department of the Interior for the audit period.

Cause: Indirect costs being reimbursed for the program are not being reflected into federal program expenditure detail. KDWPT utilizes the expenditure detail within the general ledger system to compile the DA-89 report (the Kansas Department of Administration's reporting mechanism for gathering and compiling the Statewide SEFA information).

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Effect: The major program determination could have been significantly impacted due to the omission of indirect cost expenditures for this program that impact the Statewide SEFA.

Repeat Finding: No.

Recommendation: We recommend KDWPPT develop a more robust internal control that monitors the tracking of all federal expenditures to ensure the proper amounts reported on the SEFA. This includes ensuring indirect costs are accurately recorded as federal program expenditures after each reimbursement request.

Views of responsible officials: There is no disagreement with the audit finding.

2018 – 007

Federal Agency: U.S. Department of Health and Human Services and U.S. Department of Education

State Department/Agency: Kansas Department for Children and Families (KDCF)

Federal Program: Rehabilitation Services – Vocational Rehabilitation Grants to States; Temporary Assistance for Needy Families (TANF); Adoption Assistance - Title IV-E; Child Care and Development Block Grant and Child Care Mandatory and Matching Funds of the Child Care Development Fund

CFDA Number: 84.126; 93.558; 93.659; 93.575 and 93.596

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Allowable Costs / Cost Principles

Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Criteria or specific requirement: Per 45 Code of Federal Regulations (CFR) 95.509, *Cost allocation plan amendments and certifications*, the State shall promptly amend the cost allocation plan and submit the amendment plan to the Director of the Division of Cost Allocation (DCA) in the appropriate Health and Human Services (HHS) Regional Office if any of the following events occur: (1) The procedures shown in the existing cost allocation plan become outdated because of organizational changes, changes in Federal law or regulations, or significant changes in program levels, affecting the validity of the approved cost allocation procedures; (2) A material defect is discovered in the cost allocation plan by the Director, DCA or the State; (3) The State plan for public assistance programs is amended so as to affect the allocation of costs; (4) Other changes occur which make the allocation basis or procedures in the approval cost allocation plan invalid.

Condition: The cost allocation procedures for KDCF prescribe that allocation rates are to be updated, reviewed, and submitted by KDCF on a quarterly basis when rate changes are made. Upon review of the State's fiscal year 2018 cost allocation plan for KDCF, only three of the four quarterly plan amendments were submitted. Through discussions with KDCF personnel and review of the allocation process, there were significant changes to the allocations for each quarter; however, an amended cost allocation plan was not submitted for quarter ending June 30, 2018. A non-statistical sampling methodology was used to select the sample.

Questioned costs: None.

Context: A cost allocation plan amendment was not filed for one of the four quarterly updates despite significant changes to the allocation inputs.

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Cause: Internal controls failed to ensure the review and timely submission of one quarterly amendment after its revision.

Effect: Cost allocation rates being used were not properly approved and could lead to disputed or disallowed costs.

Repeat Finding: Yes, prior year finding 2017-006.

Recommendation: We recommend that KDCF evaluate each quarterly cost allocation update and file a cost allocation plan amendment with the appropriate HHS Regional Office when there are significant changes to the cost allocation plan.

Views of responsible officials: There is no disagreement with the audit finding.

2018 – 008

Federal Agency: U.S. Department of Education

State Department/Agency: Kansas Department for Children and Families (KDCF)

Federal Program: Rehabilitation Services - Vocational Rehabilitation Grants to States

CFDA Number: 84.126

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Suspension and Debarment

Type of Finding: Material Weakness in Internal Control over Compliance, Other Matters

Criteria or specific requirement: Per 2 CFR 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements* (the Uniform Guidance), Non-federal entities are prohibited from contracting with or making subawards under covered transactions to parties that are suspended or debarred. "Covered transactions" include those procurement contracts for goods and services awarded under a non-procurement transaction (e.g., grant or cooperative agreement) that are expected to equal or exceed \$25,000 or meet certain other criteria as specified in 2 CFR Section 180.220. All non-procurement transactions entered into by a recipient (i.e., subawards to subrecipients), irrespective of award amount, are considered covered transactions, unless they are exempt as provided in 2 CFR Section 180.215. When a non-federal entity enters into a covered transaction with an entity at a lower tier, the non-federal entity must verify that the entity, as defined in 2 CFR Section 180.995 and agency-adopting regulations, is not suspended or debarred or otherwise excluded from participating in the transactions. When entering into a covered transaction, to determine if the entity or person is excluded or disqualified, this can be done by one of the following: (1) checking the Government wide System for Award Management Exclusions (SAM) to determine if an entity is debarred or suspended, (2) collecting a certification from that person, or (3) adding a clause or condition to the covered transaction.

Condition: Of the twelve contracts and subawards sampled, six samples did not contain evidence that the State considered suspension and debarment requirements prior to or while entering into a covered transaction.

Questioned costs: None.

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Context: The State normally either includes a clause, as prescribed in the standards above, in contracts or subawards, or performs exclusion checks on SAM.gov to satisfy this requirement; however, six of the twelve samples did not contain the certification clause in the agreement or evidence of an exclusion check as required, which is an error rate of 50%. A non-statistical sampling methodology was used to select the sample.

Cause: The State's preferred policy to meet the suspension and debarment compliance requirements is to include a clause in each agreement for a covered transaction. Many of the samples selected had existing agreements in place that have not been re-evaluated to ensure the clause is included or obtained.

Effect: The State may unintentionally enter into a covered transaction with a suspended or debarred entity.

Repeat Finding: Partial; prior year finding 2017-010.

Recommendation: We recommend the State ensure all individuals included in the contracting and subawarding processes are trained to understand the federal compliance requirements associated with suspension and debarment. Additionally we recommend the State develop a more robust internal control that monitors the workflow of contract processing surrounding suspension and debarment, including review of existing contracts, to ensure compliance requirements are met.

Views of responsible officials: There is no disagreement with the audit finding.

2018 – 009

Federal Agency: U.S. Department of Education

State Department/Agency: Kansas Department for Children and Families (KDCF)

Federal Program: Rehabilitation Services - Vocational Rehabilitation Grants to States

CFDA Number: 84.126

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Eligibility

Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Criteria or specific requirement: Per 2 CFR 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements* (the Uniform Guidance), The State VR agency must determine whether an individual is eligible for VR services within a reasonable period of time, not to exceed 60 days, after the individual has submitted an application for the services unless: a. exceptional and unforeseen circumstances beyond the control of the State VR agency preclude making an eligibility determination within 60 days and the State agency and the individual agree to a specific extension of time; or b. the State VR agency is exploring an individual's abilities, capabilities, and capacity to perform in work situations through trial work experiences (29 USC 722(a)(6)).

Condition: From a sample of sixty individuals receiving rehabilitation services, one individual's eligibility determination was not made within sixty days and there was no evidence that supported the State VR agency was exploring the individual's abilities, capabilities and capacity to perform work in lieu of determining eligibility.

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Questioned costs: None.

Context: The State did not have evidence of compliance with the sixty-day eligibility determination requirement for one of the sixty selected individuals, which is an error rate of 2%. The total population from which the sample was selected included 10,140 individuals receiving rehabilitation services or benefits. A non-statistical sampling methodology was used to select the sample.

Cause: The likely cause of this finding is due to a lack of internal controls that monitor timeliness of processing applications or having an established and monitored workflow system.

Effect: Individuals that may be eligible for rehabilitation services may not receive their due benefits as quickly as due. This finding indicates that there could be some process improvement in how applications are reviewed.

Repeat Finding: Yes, prior year finding 2017-009.

Recommendation: We recommend the State develop a more robust internal control that monitors the workflow of application processing to ensure compliance requirements are met.

Views of responsible officials: There is no disagreement with the audit finding.

2018 – 010

Federal Agency: U.S. Department of Education

State Department/Agency: Kansas Department for Children and Families (KDCF)

Federal Program: Rehabilitation Services - Vocational Rehabilitation Grants to States

CFDA Number: 84.126

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Special Tests and Provisions

Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Criteria or specific requirement: Per 2 CFR 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements* (the Uniform Guidance), when an individualizes plan for employment (IPE) is required for the provision of VR services under Section 103(a) of the Act, it must be done as soon as possible, but not later than 90 days after the date of the determination of eligibility by the State VR agency, unless the State VR agency and the eligible individual agree to an extension of that deadline to a specific date by which the IPE must be completed (29 USC 722(b)(3)(F)).

Condition: From a sample of sixty individuals receiving rehabilitation services, three individuals requiring an IPE did not have one implemented within the ninety-day requirement and there was no evidence that supported the State VR agency and individual had agreed to an extension of that deadline.

Questioned costs: None.

Context: The State did not have evidence of compliance with the ninety-day IPE implementation requirement for three of the sixty selected individuals, which is an error rate of 5%. A non-statistical sampling methodology was used to select the sample.

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Cause: The likely cause of this finding is due to a lack of internal controls that monitor timeliness of processing applications or having an established and monitored workflow system.

Effect: Individuals that may be eligible for rehabilitation services may not receive their benefits as quickly as due. This finding indicates that there could be some process improvement in how an IPE is developed once individuals are determined eligible for the program.

Repeat Finding: No.

Recommendation: We recommend the State develop a more robust internal control that monitors the workflow of application processing to ensure compliance requirements are met.

Views of responsible officials: There is no disagreement with the audit finding.

2018 – 011

Federal Agency: U.S. Department of Health and Human Services

State Department/Agency: Kansas Department for Children and Families (KDCF)

Federal Program: Temporary Assistance for Needy Families (TANF)

CFDA Number: 93.558

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Suspension and Debarment

Type of Finding: Material Weakness in Internal Control over Compliance, Other Matters

Criteria or specific requirement: Per 2 CFR 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements* (the Uniform Guidance), Non-federal entities are prohibited from contracting with or making subawards under covered transactions to parties that are suspended or debarred. "Covered transactions" include those procurement contracts for goods and services awarded under a non-procurement transaction (e.g., grant or cooperative agreement) that are expected to equal or exceed \$25,000 or meet certain other criteria as specified in 2 CFR Section 180.220. All non-procurement transactions entered into by a recipient (i.e., subawards to subrecipients), irrespective of award amount, are considered covered transactions, unless they are exempt as provided in 2 CFR Section 180.215. When a non-federal entity enters into a covered transaction with an entity at a lower tier, the non-federal entity must verify that the entity, as defined in 2 CFR Section 180.995 and agency-adopting regulations, is not suspended or debarred or otherwise excluded from participating in the transactions. When entering into a covered transaction, to determine if the entity or person is excluded or disqualified, this can be done by one of the following: (1) checking the Government wide System for Award Management Exclusions (SAM) to determine if an entity is debarred or suspended, (2) collecting a certification from that person, or (3) adding a clause or condition to the covered transaction.

Condition: Of the thirteen contracts and subawards sampled, ten samples did not contain evidence that the State considered suspension and debarment requirements prior to or while entering into a covered transaction.

Questioned costs: None.

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YEAR ENDED JUNE 30, 2018**

Context: The State normally either includes a clause, as prescribed in the standards above, in contracts or subawards or performs exclusion checks on SAM.gov to satisfy this requirement; however, ten of the thirteen samples did not contain the certification in the agreement or evidence of an exclusion check as required. The error rate of samples tested was 77%. A non-statistical sampling methodology was used to select the sample.

Cause: The State's preferred policy to meet the suspension and debarment compliance requirements is to include a clause in each agreement for a covered transaction. Many of the samples selected had existing agreements in place that have not been re-evaluated to ensure the clause is included or obtained.

Effect: The State may unintentionally enter into a covered transaction with a suspended or debarred entity.

Repeat Finding: No.

Recommendation: We recommend the State ensure all individuals included in the contracting and subawarding processes are trained to understand the federal compliance requirements associated with suspension and debarment. Additionally we recommend the State develop a more robust internal control that monitors the workflow of contract processing surrounding suspension and debarment, including review of existing contracts, to ensure compliance requirements are met.

Views of responsible officials: There is no disagreement with the audit finding.

2018 – 012

Federal Agency: U.S. Department of Health and Human Services

State Department/Agency: Kansas Department of Health and Environment (KDHE)

Federal Program: State Medicaid Fraud Control Units, State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare, Medical Assistance Program (Medicaid; Title XIX) – Medicaid Cluster

CFDA Number: 93.775, 93.777, 93.778

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Eligibility – Eligibility for Individuals

Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Criteria or specific requirement: Per 42 CFR section 431.10, the State Medicaid agency or its designee is required to determine client eligibility in accordance with eligibility requirements defined in the approved State plan.

Condition: From a sample of sixty individual Medicaid participants, two participants were deemed eligible for Medicaid services under the 'Aged-out Foster Care' categorical criteria. Based on the support reviewed in each casefile, these two individuals were no longer eligible under the categorical criteria at the time services were rendered.

Questioned costs: \$1,099.55

**STATE OF KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018**

Context: Two of the sixty sampled individual Medicaid recipients were no longer considered eligible under the 'Aged-out Foster Care' criteria as described in the State Plan. These recipients no longer met the qualifications for such eligibility at the time Medicaid services were rendered, which is an error rate of 3%. A non-statistical sampling methodology was used to select the sample.

Cause: The State has a manual eligibility determination and review process for individuals eligible under Aged-out Foster Care. Any child that is receiving foster care benefits during the month of their eighteenth birthday is eligible under Aged-out Foster Care until the month of their twenty-six birthday. The State reviews Aged-out Foster Care cases to determine initial eligibility and manually removes individuals when they are no longer eligible under Aged-out Foster Care. The two instances identified were overlooked during this manual process.

Effect: Individuals considered eligible for Medicaid services under certain criteria may not truly be eligible or individuals may not receive the benefits they qualify for due to being considered eligible in the incorrect category.

Repeat Finding: No.

Recommendation: We recommend that KDHE develop a more robust internal control for the review of Aged-out Foster Care cases to ensure that eligibility determination is properly supported and cases are reviewed timely for the termination of benefits.

Views of responsible officials: There is no disagreement with the audit finding.

2018 – 013

Federal Agency: U.S. Department of Health and Human Services

State Department/Agency: Kansas Department of Health and Environment (KDHE)

Federal Program: State Medicaid Fraud Control Units, State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare, Medical Assistance Program (Medicaid; Title XIX) – Medicaid Cluster

CFDA Number: 93.775, 93.777, 93.778

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Eligibility – Eligibility for Individuals

Type of Finding: Material Weakness in Internal Control over Compliance, Other Matters

Criteria or specific requirement: Per the Office of Management and Budget (OMB) April 2018 Compliance Supplement for the Medicaid Cluster, Part IV, eligibility determinations and renewal not performed timely or performed within the timeliness standard have been found to be internal control deficiencies. The timeliness standard according to 42 CFR 435.912 indicates this is 90 days for applicants who apply for Medicaid on the basis of disability and 45 days for all other applicants.

Condition: From a sample of sixty individual Medicaid participants, applications or reviews of four participants were not processed within the timeliness standard.

Questioned costs: None.

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YEAR ENDED JUNE 30, 2018**

Context: Four of the sixty sampled individual Medicaid recipients were not processed or reviewed within the timeliness standard, which is an error rate of 7%. A non-statistical sampling methodology was used to select the sample.

Cause: For an extended period of time the State had a backlog of applications which had not been processed within the timeliness standard due to various issues encountered during the implementation of its new Kansas Eligibility Enforcement System (KEES). Due to the implementation setbacks the KDHE staff members were focused on remedying problems with existing eligibility cases and unable to process new applications and redeterminations promptly. The State has made progress from the prior year and continues to work on alleviating the backlog issue.

Effect: Compliance with the timeliness requirement for this program is not being met and presents difficulty in proving there were not improper payments made.

Repeat Finding: Yes; prior year finding 2017-014.

Recommendation: We recommend that KDHE continue to monitor the applications considered to be backlogged and continue to process oldest applications as a priority. A continued analysis of the priority of staff resources or use of additional resources to help process the applications is recommended to focus on alleviating the backlog issue.

Views of responsible officials: There is no disagreement with the audit finding.

2018 – 014

Federal Agency: U.S. Department of Health and Human Services

State Department/Agency: Kansas Department of Health and Environment (KDHE)

Federal Program: State Medicaid Fraud Control Units, State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare, Medical Assistance Program (Medicaid; Title XIX) – Medicaid Cluster

CFDA Number: 93.775, 93.777, 93.778

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Suspension and Debarment

Type of Finding: Material Weakness in Internal Control over Compliance, Other Matters

Criteria or specific requirement: Per 2 CFR 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements* (the Uniform Guidance), Non-federal entities are prohibited from contracting with or making subawards under covered transactions to parties that are suspended or debarred. "Covered transactions" include those procurement contracts for goods and services awarded under a non-procurement transaction (e.g., grant or cooperative agreement) that are expected to equal or exceed \$25,000 or meet certain other criteria as specified in 2 CFR Section 180.220. All non-procurement transactions entered into by a recipient (i.e., subawards to subrecipients), irrespective of award amount, are considered covered transactions, unless they are exempt as provided in 2 CFR Section 180.215. When a non-federal entity enters into a covered transaction with an entity at a lower tier, the non-federal entity must verify that the entity, as defined in 2 CFR Section 180.995 and agency-adopting regulations, is not suspended or debarred or otherwise excluded from participating in the transactions.

**STATE OF KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018**

When entering into a covered transaction, to determine if the entity or person is excluded or disqualified, this can be done by one of the following: (1) checking the Government wide System for Award Management Exclusions (SAM) to determine if an entity is debarred or suspended, (2) collecting a certification from that person, or (3) adding a clause or condition to the covered transaction.

Condition: Of the forty contracts and subawards sampled, ten samples did not contain evidence that the State considered suspension and debarment requirements prior to or while entering into a covered transaction.

Questioned costs: None.

Context: The State normally either includes a clause, as prescribed in the standards above, in contracts or subawards or performs exclusion checks on SAM.gov to satisfy this requirement; however, ten of the forty samples did not contain the certification in the agreement or evidence of an exclusion check as required, which is an error rate of 25%. A non-statistical sampling methodology was used to select the sample.

Cause: The State's preferred policy to meet the suspension and debarment compliance requirements is to include a clause in each agreement for a covered transaction. Many of the samples selected had existing agreements in place that have not been re-evaluated to ensure the clause is included or obtained.

Effect: The State may unintentionally enter into a covered transaction with a suspended or debarred entity.

Repeat Finding: No.

Recommendation: We recommend the State ensure all individuals included in the contracting and subawarding processes are trained to understand the federal compliance requirements associated with suspension and debarment. Additionally we recommend the State develop a more robust internal control that monitors the workflow of contract processing surrounding suspension and debarment, including review of existing contracts, to ensure compliance requirements are met.

Views of responsible officials: There is no disagreement with the audit finding.

2018 – 015

Federal Agency: U.S. Department of Health and Human Services

State Department/Agency: Kansas Department of Health and Environment (KDHE)

Federal Program: State Medicaid Fraud Control Units, State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare, Medical Assistance Program (Medicaid; Title XIX) – Medicaid Cluster

CFDA Number: 93.775, 93.777, 93.778

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Procurement

Type of Finding: Material Weakness in Internal Control over Compliance, Other Matters

**STATE OF KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018**

Criteria or specific requirement: Per 2 CFR 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements* (the Uniform Guidance), section 200.318 *General Procurement Standards*, the non-Federal entity must maintain records sufficient to detail the history of procurement. These records will include, but are not necessarily limited to the following: rationale for the method of procurement, selection of contract type, contractor selection or rejection, and the basis for the contract price.

Condition: In fifteen of twenty-seven samples tested, documentation was not provided to support procurement compliance and control requirements being properly followed.

Questioned costs: None.

Context: The State Agency did not provide support for evidence of compliance and control with procurement requirements, or support provided indicated non-compliance. Fifteen of twenty-seven samples did not contain evidence that procurement policies were properly followed as required, which is an error rate of 56%. A non-statistical sampling methodology was used to select the sample.

Cause: Many of the samples selected were vendors procured through State agencies other than the Agency responsible for assisting the auditors with supplying supporting documentation. The decentralization of the State's agencies resulted in documentation being difficult to produce.

Effect: The finding indicates that there could be some process improvement in how contracts are reviewed, documented, and maintained to evidence that compliance requirements are being met.

Repeat Finding: No.

Recommendation: We recommend the State develop a more robust internal control that monitors the workflow of contract processing surrounding procurement to ensure compliance requirements are met.

Views of responsible officials: There is no disagreement with the audit finding.

2018 – 016

Federal Agency: U.S. Department of Health and Human Services

State Department/Agency: Kansas Department of Health and Environment (KDHE)

Federal Program: State Medicaid Fraud Control Units, State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare, Medical Assistance Program (Medicaid; Title XIX) – Medicaid Cluster

CFDA Number: 93.775, 93.777, 93.778

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Special Tests and Provisions – Provider Health and Safety Standards

Type of Finding: Material Weakness in Internal Control over Compliance, Other Matters

Criteria or specific requirement: Per 42 CFR part 442, providers must meet the prescribed health and safety standards for hospital, nursing facilities, and ICF/MR, and such standards may be modified in the State plan. Kansas Statute 39-935(b) states that the licensing agency shall conduct at least one unannounced inspection of each adult care home within 15 months of any previous inspection.

**STATE OF KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018**

Condition: From a sample of forty hospitals, nursing facilities, and ICF/MR, seven adult care homes selected for testing did not have the required inspection completed within fifteen months of any previous inspection.

Questioned costs: None.

Context: The State did not have evidence of compliance with inspection requirement for seven of the forty selected facilities, which is an error rate of 18%. A non-statistical sampling methodology was used to select the sample.

Cause: The State experienced personnel turnover and due to being understaffed was unable to make the required inspection within the required timeframe.

Effect: Providers who receive the funding under this grant may not comply with all applicable health and safety standards.

Repeat Finding: No.

Recommendation: We recommend the State develop and implement a cross-training program to ensure there are multiple personnel available and qualified to perform the required periodic site visits in a timely manner when the State experiences turnover in experienced personnel.

Views of responsible officials: There is no disagreement with the audit finding.

2018 – 017

Federal Agency: U.S. Department of Health and Human Services

State Department/Agency: Kansas Department for Aging and Disability Services (KDADS)

Federal Program: Block Grants for Prevention and Treatment of Substance Abuse (SABG)

CFDA Number: 93.959

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Special Tests and Provisions – Independent Peer Reviews

Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Criteria or specific requirement: Under 42 USC 300x-53(a) and 45 CFR section 96.136, the State must provide for independent peer reviews which assess the quality, appropriateness, and efficacy of treatment services provided to individuals. At least 5 percent of the entities providing services in the State shall be reviewed. The entities reviewed shall be representative of the entities providing the services. The State shall ensure that the peer reviewers are independent by ensuring that the peer review does not involve reviewers reviewing their own programs and the peer review is not conducted as part of the licensing or certification process. States may satisfy the independent peer review requirement by demonstrating that at least 5 percent of their entities providing services obtained accreditation, during their fiscal year, from a private accreditation body such as the Joint Commission on the Accreditation of Healthcare Organizations, the Commission on the Accreditation of Rehabilitation Facilities, or a similar organization.

STATE OF KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018

Condition: During our testing, we noted that the SABG program's peer reviews were not performed by an independent organization such as the Joint Commission on the Accreditation of Healthcare Organizations, the Commission on the Accreditation of Rehabilitation Facilities, or a similar organization. The reviews were performed by a State Advisory Board and not an independent organization.

Questioned costs: None.

Context: Peer reviews must be performed by an independent organization, such as the Joint Commission on the Accreditation of Healthcare Organizations, the Commission on the Accreditation of Rehabilitation Facilities, or a similar organization. The two treatment service facilities utilized by the SABG program were instead reviewed by a State Advisory Board. 100% of the population of the treatment service facilities was tested.

Cause: The SABG program did not have a correct internal policy set up to satisfy this requirement.

Effect: The State is not in compliance with independent peer review requirements for the SABG program.

Repeat Finding: No.

Recommendation: SABG should document formal reviews performed by an independent organization similar to the Joint Commission on the Accreditation of Healthcare Organizations or the Commission on the Accreditation of Rehabilitation Facilities.

Views of responsible officials: There is no disagreement with the audit finding.

STATE OF KANSAS

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GOVERNOR JEFF COLYER, M.D.
SARAH SHIPMAN, SECRETARY

MARCH 8, 2019

STATE OF KANSAS SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS YEAR ENDED JUNE 30, 2018

State of Kansas respectfully submits the following summary schedule of prior audit findings for the year ended June 30, 2018.

Audit period: Year ended June 30, 2018

The findings from the prior audit's schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the prior year.

FINDINGS—FINANCIAL STATEMENT AUDIT

2017 – 001 – Capital Lease and Capital Asset Monitoring

Type of Finding: Significant Deficiency in Internal Control over Financial Reporting

Condition: Capital lease agreements entered into by the State of Kansas are collected by the Department of Administration's Financial Integrity Team to determine what should be included and reported in the fiscal year Comprehensive Annual Financial Report (CAFR). The State records a long-term liability and capital assets when the State determines whether a capital lease should be included within the CAFR. During fiscal year 2017, the Department of Administration performed a review of capital lease agreements entered into during prior years. Through this review, it was determined the capital asset value related to multiple capital leases entered into by the State were not properly valued based on the present value at the beginning of the lease term of minimum lease payments during the lease term. This resulted in an understatement of the acquisition cost of capital assets and the related accumulated depreciation for assets recorded under capital leases.

Status: Corrective action was taken.

2017 – 002 – Department for Children and Families Material Prior Period Adjustment

Type of Finding: Significant Deficiency in Internal Control over Financial Reporting

Condition: The Department of Administration is responsible for the preparation and fair presentation of the State of Kansas' financial statements in accordance with accounting principles generally accepted in the United States of America: this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error. During the deposits and investments reconciliation and review process, it was determined that the State overstated the cash and cash equivalent balance by \$37.8 million.

Status: Corrective action was taken.

FINDINGS – FEDERAL AWARD PROGRAMS AUDITS

2017 – 003

Federal Agency: U.S. Department of Defense
State Department/Agency: Kansas Adjutant General
Federal Program: National Guard Military Operations and Maintenance (O&M) Projects
CFDA Number: 12.401
Award Period: July 1, 2016 through June 30, 2017
Compliance Requirement: Procurement, Suspension and Debarment
Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Condition: During the testing of twenty-four procurement transactions, it was noted that no SAM.gov check was completed on six of those transactions. There was also no evidence that a certification or a clause was added to the contract to evidence compliance.

Status: Corrective action not yet implemented.

Reason for finding's recurrence: Tracking of suspension and debarment requirements for all entities has not yet been remedied.

Corrective Action: The Agency Procurement Officer has access to SAM.gov and will check it for each vendor when there is purchase requisition with Federal Funds \$25,000 and over and the other criteria specified in 2 CFR Section 180.220. Copies of the certifications from Sam.gov will be printed and put with all corresponding documentation. Any suppliers that are suspended/debarred will not be considered for further purchases. An Excel spread sheet will be set up to keep track of all suppliers that are currently debarred/suspended. This listing will be reviewed and kept updated as required.

2017 – 004

Federal Agency: U.S. Department of Defense
State Department/Agency: Kansas Adjutant General
Federal Program: National Guard Military Operations and Maintenance (O&M) Projects
CFDA Number: 12.401
Award Period: July 1, 2016 through June 30, 2017
Compliance Requirement: Period of Performance
Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Condition: Upon review of the general ledger for the program for State fiscal year 2017, it was noted that eighteen Cooperative Agreements from previous years still had expenditures incurred past the 90 day time period without approval by the USPFO.

Status: Corrective action was taken.

State of Kansas
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2018

2017 – 005

Federal Agency: U.S. Department of Housing and Urban Development
State Department/Agency: Kansas Department of Commerce (KDC)
Federal Program: Community Development Block Grants/State's Program and Non-entitlement Grants in Hawaii
CFDA Number: 14.228
Award Period: July 1, 2016 through June 30, 2017
Compliance Requirement: Reporting
Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Condition: During testing of the annual Performance and Evaluation Report (PER) and the annual HUD 60002 report, *Section 3 Summary Report, Economic Opportunities for Low- and Very Low-Income Persons*, it was noted that the reports did not have evidence of a review being conducted other than someone preparing the reports.

Status: Corrective action not yet implemented.

Reason for finding's recurrence: Lack of segregation of duties over the preparation and review process have not yet been remedied.

Corrective Action: The Kansas Department of Commerce will have a Fiscal team associate review reports in order to meet compliance requirements.

2017 – 006

Federal Agency: U.S. Department of Health and Human Services and U.S. Department of Education
State Department/Agency: Kansas Department for Children and Families (KDCF)
Federal program title: Social Services Block Grant; Foster Care – Title IV-E; Child Support Enforcement; Rehabilitation Services – Vocational Rehabilitation Grants to States
CFDA Number: 93.667; 93.658; 93.563; 84.126
Award Period: July 1, 2016 through June 30, 2017
Compliance Requirement: Allowable Costs / Cost Principles
Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

State of Kansas
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2018

Condition: Upon review of the State's fiscal year 2017 cost allocation plan for KDCF, there was only one plan amendment submitted with an effective date of January 1, 2017 during the State's fiscal year 2017. Based on review of cost the allocation procedures for KDCF, allocations are updated, reviewed, and made by KDCF on a quarterly basis. Per discussion with KDCF personnel and review of the allocation process, there were significant changes to the allocations for each quarter; however, an amended cost allocation plan was not submitted for the other three quarters ending September 30, 2016, March 31, 2017, or June 30, 2017.

Status: Corrective action not yet implemented; see current year finding 2018-007.

Reason for finding's recurrence: A cost allocation plan amendment was not filed for one of the four quarterly updates despite significant changes to the allocation inputs. Internal controls failed to ensure the review and timely submission of one quarterly amendment after its revision.

Corrective Action: We are filing quarterly plan amendments.

2017 – 007

Federal Agency: U.S. Department of Health and Human Services
State Department/Agency: Kansas Department for Children and Families (KDCF)
Federal Program: Child Care Development Fund Cluster: Child Care and Development Block Grant, Child Care Mandatory and Matching Funds of the Child Care and Development Fund
CFDA Number: 93.575, 93.596
Award Period: July 1, 2016 through June 30, 2017
Compliance Requirement: Eligibility
Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Condition: During testing for the year ended June 30, 2016, in the sixty samples tested, three selections had exceptions related to errors with Family Share Deductions (FSD). For one selection, the FSD was applied to a sibling who stopped receiving benefits but the FSD was not applied to the other siblings on the case when the first sibling was removed.

For another selection, the appropriate amount of FSD was calculated but not applied to the case. For the other selection, the wrong household size was applied to the case, which resulted in less FSD charged to the recipient.

Status: Corrective action was taken.

2017 – 008

Federal Agency: U.S. Department of Health and Human Services
State Department/Agency: Kansas Department for Children and Families (KDCF)
Federal Program Title: Child Support Enforcement

State of Kansas
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2018

CFDA Number: 93.563
Award Period: July 1, 2016 through June 30, 2017
Compliance Requirement: Schedule of Expenditures of Federal Awards
Type of Finding: Significant Deficiency in Internal Control over Compliance

Condition: During review of the general ledger detail provided, it was noted that the total expenditures were \$593,564 less than the expenditures reported in the SEFA for the Child Support Enforcement program for fiscal year 2017. Upon review of KDCF's DA-89 report (the Kansas Department of Administration's reporting mechanism for gathering the Statewide SEFA information) that was submitted by KDCF, it was confirmed that the expenditures reported per the DA-89 report matched the general ledger detail. The additional \$593,564 was due to an error in reporting on the DA89 submitted by the Kansas Judicial Branch. Kansas Department of Administration included expenditures reported by the Kansas Judicial Branch, which were already being reported as part of the expenditures of the program. The relationship between KDCF and the Judicial Branch was contractual rather than subrecipient. This amount was corrected per the final SEFA reported for fiscal year 2017 after being discussed with the Kansas Department of Administration.

Status: Corrective action was taken.

2017 – 009

Federal Agency: U.S. Department of Education
State Department/Agency: Kansas Department for Children and Families (KDCF)
Federal Program: Rehabilitation Services - Vocational Rehabilitation Grants to States
CFDA Number: 84.126
Award Period: July 1, 2016 through June 30, 2017
Compliance Requirement: Eligibility
Type of Finding: Significant Deficiency in Internal Control over Compliance,
Other Matters

Condition: Through testing of a sample of sixty cases, eligibility determinations were not made within the sixty day requirement or extension period for three of those cases, and there was no evidence that the State VR agency was exploring the individual's abilities, capabilities and capacity to perform work in lieu of determining eligibility.

Status: Corrective action not yet implemented; see current year finding 2018-009.

Reason for finding's recurrence: From a sample of sixty individuals receiving rehabilitation services that were tested during fiscal year 2018, one individual's eligibility determination was not made within sixty days and there was no evidence that supported the State VR agency was exploring the individual's abilities, capabilities and capacity to perform work in lieu of determining eligibility. The likely cause of this finding is due to a lack of internal controls that monitor timeliness of processing applications or having an established and monitored workflow system.

Corrective Action: As provided to the auditors following the on-site review, the agency has implemented a weekly email reminder system regarding pending deadlines for eligibility determination. Therefore, it is the agency's position that no additional action is necessary at this time to address eligibility timelines.

2017 – 010

Federal Agency: U.S. Department of Education
State Department/Agency: Kansas Department for Children and Families (KDCF)
Federal Program: Rehabilitation Services - Vocational Rehabilitation Grants to States
CFDA Number: 84.126
Award Period: July 1, 2016 through June 30, 2017
Compliance Requirement: Procurement, Suspension and Debarment
Type of Finding: Material Weakness in Internal Control over Compliance, Other Matters

Condition: In eleven of sixty samples tested, documentation was not provided to support procurement compliance and control requirements and support was either not provided or procedures were not performed timely for suspension and debarment compliance and control requirements. In another six of the same sixty samples tested, documentation was not provided to support procurement, suspension and debarment compliance requirements; however, evidence of the control procedure was provided. In another five of the same sixty samples tested, procurement compliance and control requirements were met; however, suspension and debarment procedures were either not performed in a timely manner or suspension and debarment documentation was not provided.

Status: Corrective action was partially taken; see current year finding 2018-008.

Reason for finding's recurrence: From a sample of sixty individuals receiving rehabilitation services that were tested during fiscal year 2018, one individual's eligibility determination was not made within sixty days and there was no evidence that supported the State VR agency was exploring the individual's abilities, capabilities and capacity to perform work in lieu of determining eligibility. The likely cause of this finding is due to a lack of internal controls that monitor timeliness of processing applications or having an established and monitored workflow system.

Corrective Action: In conversations with the auditors, we understand that there were six instances when KDCF failed to provide any documentation in support of the transactions sampled. In the other instances noted, the auditors determined that documentation provided was not sufficient to meet the compliance requirements. We recognize the importance of maintaining documentation in support of transactions and will take steps to ensure this occurs going forward. KDCF will review all grants and contracts and procurement and debarment processes to assess compliance with internal policy and Department of Administration policies and procedures. Depending on the results, we will make internal changes and work with the Department of Administration to ensure that statewide changes in this area occur.

State of Kansas
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2018

2017 – 011

Federal Agency: U.S. Department of Health and Human Services
State Department/Agency: Kansas Department for Children and Families (KDCF)
Federal Program: Foster Care – Title IV-E
CFDA Number: 93.658
Award Period: July 1, 2016 through June 30, 2017
Compliance Requirement: Eligibility for Individuals
Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Condition: During testing of a sample of sixty Foster Care cases, we noted that three selections had benefits paid that exceeded rates established for encounter data expenditures related to maintenance expenditure payment rates.

Status: Corrective action not yet implemented.

Reason for finding's recurrence: Currently, KDCF does not set rates for services. Consequently, we don't agree that we paid above established rates. We do acknowledge; however, and agree that rates need to be established and have been working to correct this since it was noted in prior audits.

Corrective Action: KDCF is continuing the process of planning and conducting audits to calculate rates based on actual costs that will be used to claim services. Cost information has been gathered to determine admin and maintenance rates. Based on that information initial rates have been identified and will be in effect for FY 2020. Audits will be conducted annually to ensure providers and KDCF paid only the established rates for services and to set new rates for the next year. Once rates are established, they will be added to the system and paid at that set rate.

2017 – 012

Federal Agency: U.S. Department of Health and Human Services
State Department/Agency: Kansas Department for Children and Families (KDCF)
Federal Program: Foster Care – Title IV-E
CFDA Number: 93.658
Award Period: July 1, 2016 through June 30, 2017
Compliance Requirement: Eligibility for Individuals
Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Condition: During testing of a sample of sixty Foster Care cases, we noted that two selections had benefits paid while the client did not meet eligibility for the State's fiscal year 2017.

Status: Corrective action not yet implemented.

Reason for finding's recurrence: Both of these cases involved worker error/mistake. This was not due to KEES or automation type system error. It is accurate that the KEES system is not fully functional and automated at this time and workers have had to dual enter information into both the FACTS and KEES system for several years which causes an unnecessarily burdensome workload and can contribute to overall worker mistakes. However, even when the KEES system is fully functional to scope and used as our official system of record without the need for dual entry, this will not mitigate these types of errors made by workers.

The following quality control functions in place to catch errors and improve performance:

- Quarterly PI case reviews on IV-E Eligibility cases
- 100% case review every three years
- Annual worker desk reviews
- System tasks/alerts to aid in maintenance of case management
- Data/Error reports to assist quality assurance
- Option for specialized case reads for workers/areas with performance issues with option for training or other performance improvement methods employed on a case by case basis.

Corrective Action: While KDCF implemented a new automated eligibility system (KEES – Kansas Eligibility Enforcement System) in August 2017 that should improve the accuracy and timeliness of foster care eligibility determinations compared to the current manual system, eligibility will never be static. KDCF will continue to update eligibility as changes are discovered through the quality assurance process, as new or corrected information is received, or because of audit findings. KDCF has a procedure in place to correctly claim cases initially claimed incorrectly by recalculating each quarterly IV-E claim in its entirety using updated eligibility data as the quarter drops off the two-year timely filing window, as ACF allows.

2017 – 013

Federal Agency:	U.S. Department of Health and Human Services
State Department/Agency:	Kansas Department for Children and Families (KDCF)
Federal Program:	Foster Care – Title IV-E
CFDA Number:	93.658
Award Period:	July 1, 2016 through June 30, 2017
Compliance Requirement:	Special Tests and Provisions – Payment Rate Setting and Application
Type of Finding:	Significant Deficiency in Internal Control over Compliance, Other Matters

Condition: During our testing, we noted that KDCF's State plan does not include information in relation to review of payment rates for Title IV-E-Foster Care maintenance and administrative payments at reasonable, specific, time-limited periods to assure the rates continuing appropriateness for the administration of the Title IV-E Program.

Status: Corrective action not yet implemented.

Reason for finding's recurrence: Kansas is currently planning changes to how rates are determined and calculated and, once that plan is finalized will be incorporating that into the State Plan as well.

Corrective Action: Formal maintenance and administrative review procedures will be documented in the next submission of the Kansas State Plan. In addition, Kansas is currently planning changes to how rates are determined and calculated and, once that plan is finalized will be incorporating that into the State Plan as well. All those plans will be documented.

2017 – 014

Federal Agency: U.S. Department of Health and Human Services
State Department/Agency: Kansas Department of Health and Environment (KDHE)
Federal Program: State Medicaid Fraud Control Units, State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare, Medical Assistance Program (Medicaid; Title XIX) – Medicaid Cluster
CFDA Number: 93.775, 93.777, 93.778
Award Period: July 1, 2016 through June 30, 2017
Compliance Requirement: Eligibility – Eligibility for Individuals
Type of Finding: Material Weakness in Internal Control over Compliance, Other Matters

Condition: From a sample of sixty individual Medicaid participants, applications or reviews of twelve participants were not processed within the timeliness standard.

Status: Corrective action not yet implemented; see current year finding 2018-013.

Reason for finding’s recurrence: For an extended period of time the State had a backlog of applications which had not been processed within the timeliness standard due to various issues encountered during the implementation of its new Kansas Eligibility Enforcement System (KEES). Due to the implementation setbacks the KDHE staff members were focused on remedying problems with existing eligibility cases and unable to process new applications and redeterminations promptly. The State has made progress from the prior year and continues to work on alleviating the backlog issue.

Correction Action: The four identified cases were not processed timely during fiscal year 2018 due to residual impact from the past backlog and a defect within the KEES system.

While KDHE worked to resolve the application backlog, a decision was made to continue Medicaid coverage for members due for an annual review regardless if the member returned their review form. This decision was made so as to not adversely impact eligibility for members while resources were being focused on resolving the backlog. Beginning November 1, 2018, KDHE restructured the contract with the eligibility contractor, Maximus, resulting in more defined service level agreements and enforced liquidated damages to for untimely application processing. Since then, KDHE has experienced historical lows for timely processing of applications and Maximus has remained within compliance. These results have been reported monthly to the legislative oversight committee and CMS. KDHE does not currently continue Medicaid coverage without a completed annual review.

State of Kansas
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2018

Additionally, as part of additional monitoring put into place through review of incident and batch reports, KDHE identified some reviews were skipped due to an issue with batch processing. This was due to three factors:

1. Defects identified within the eligibility system
2. Worker error
3. KEES design issue

The defects were corrected and worker error addressed through focused training. KDHE has submitted a change request to Accenture to resolve the KEES design issue. At this time, the workaround for the design issue is to continue to monitor the incident and batch reports. The skipped reviews were re-ran through the batch process in December 2018.

2017 – 015

Federal Agency: U.S. Department of Health and Human Services
State Department/Agency: Kansas Department of Health and Environment (KDHE)
Federal Program: State Medicaid Fraud Control Units, State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare, Medical Assistance Program (Medicaid; Title XIX) – Medicaid Cluster
CFDA Number: 93.775, 93.777, 93.778
Award Period: July 1, 2016 through June 30, 2017
Compliance Requirement: Eligibility – Eligibility for Individuals
Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Condition: From a sample of sixty individual Medicaid participants, the application and case record facts to support the agency's decision on the application of one participant was not supported in the individual's case file.

Status: Corrective action was taken.

2017 – 016

Federal Agency: U.S. Department of Education
State Department/Agency: Kansas Department for Children and Families (KDCF)
Federal Program: Rehabilitation Services - Vocational Rehabilitation Grants to States
CFDA Number: 84.126
Award Period: July 1, 2016 through June 30, 2017
Compliance Requirement: Subrecipient Monitoring
Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

State of Kansas
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2018

Condition: In one of five samples tested, we noted that KDCF did not document risk assessments relating to one subrecipient for the State's fiscal year 2017 subaward. This impacts program monitoring as it increases the risk that the State is not able to ensure proper accountability and compliance with program requirements and achievement of specific performance goals. We did note that KDCF did perform subrecipient monitoring steps for the subrecipient during the fiscal year but the initial risk assessment process to determine the extent of the monitoring needed was not documented.

Status: Corrective action was taken.

* * * * *

If the U.S. Department of Health and Human Services has questions regarding this schedule, please contact John Yeary, Department of Administration, Chief Counsel at (785) 296-6003.

STATE OF KANSAS

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GOVERNOR JEFF COLYER, M.D.
SARAH SHIPMAN, SECRETARY

MARCH 8, 2019

STATE OF KANSAS CORRECTIVE ACTION PLAN YEAR ENDED JUNE 30, 2018

In accordance with 2 CFR §200.511, Audit Findings Follow-up, the State of Kansas (the State) respectfully submits the following corrective action plan for the year ended June 30, 2018.

Audit period: Year ended June 30, 2018.

The findings from the schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the schedule.

FINDINGS—FINANCIAL STATEMENT AUDIT

SIGNIFICANT DEFICIENCIES

2018 – 001 – General Fund Passed Adjustment

Recommendation: We recommend the State review, improve and document its procedures surrounding the year-end journal entry process, specifically, related to accounts receivable and related revenues.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Actions planned in response to finding: The State will be formulating and adopting a policy regarding accounts receivable in 2019. In conjunction with that, the related procedures in regard to the year-end journal entry process for accounts receivable will be reviewed, updated as necessary, and documented.

Responsible party: DeAnn Hill, Chief Financial Officer State of Kansas, Office of the Chief Financial Officer.

Planned completion date for corrective action plan: June 30, 2019

Plan to monitor completion of corrective action plan: Ongoing; permanent part of process

2018 – 002 – Deposits and Investments Reconciliation and Review

Recommendation: We recommend the State review, improve and document its procedures surrounding the year-end journal entry process, specifically, related to accounts receivable and related revenues.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Actions planned in response to finding: The State will be formulating and adopting a policy regarding accounts receivable in 2019. In conjunction with that, the related procedures in regard to the year-end journal entry process for accounts receivable will be reviewed, updated as necessary, and documented.

Responsible party: DeAnn Hill, Chief Financial Officer State of Kansas, Office of the Chief Financial Officer.

Planned completion date for corrective action plan: June 30, 2019

Plan to monitor completion of corrective action plan: Ongoing; permanent part of process

2018 – 003 – Health & Environment Receivable, Deferred Inflows of Resources and Revenue

Recommendation: We recommend the State review, improve and document its procedures surrounding the year-end journal entry process, specifically, related to accounts receivable and related revenues over the Medicaid Drug Rebate Program. In addition, we recommend KDHE document and improve its procedures surrounding year-end reporting of accounts receivable and related revenues over the Medicaid Drug Rebate Program, plus any resultant potential legal liabilities from this grant and otherwise.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Department of Administration response:

Actions planned in response to finding: The Financial Integrity Team will require the agency to provide complete and accurate documentation regarding the processes of the Medicaid Drug Rebate Program in support of the agency methodology for calculation of the accounts receivable balance reported. In addition, the State will be formulating and adopting a policy regarding accounts receivable in 2019. In conjunction with that, the related procedures in regard to the year-end journal entry process for accounts receivable will be reviewed, updated as necessary, and documented.

Responsible party: DeAnn Hill, Chief Financial Officer State of Kansas, Office of the Chief Financial Officer.

Planned completion date for corrective action plan: June 30, 2019

Plan to monitor completion of corrective action plan: Ongoing; permanent part of process

Department of Health and Environment response:

Actions planned in response to finding (Department of Health and Environment): KDHE will provide complete and accurate documentation regarding the processes of the Medicaid Drug Rebate Program in support of the agency methodology for calculation of the accounts receivable balance reported. KDHE will also include any potential liabilities, for grants and otherwise, in their legal letter due to DOA in August following fiscal year end.

Responsible party: DeAnn Hill, Chief Financial Officer State of Kansas, Office of the Chief Financial Officer.

Planned completion date for corrective action plan: March 31, 2019

Plan to monitor completion of corrective action plan: Ongoing; permanent part of process

2018 – 004 – Financial Statement Adjustments

Recommendation: We recommend that the Universities implement and/or enhance processes and procedures to provide accurate financial statements to the Financial Integrity Team at year-end, including a year-end review process to detect errors. This year-end process should include a checklist where the reviewer is ensuring financial information is complete and accurate, including:

- The summer unearned revenue calculation is accurate and is based upon complete summer class reports.
- The calculation for net investment in capital is accurate and includes premiums, discounts, and deferred outflows for losses on refunding.
- Current versus noncurrent assets and liabilities are being properly reflected in the information being submitted to the Financial Integrity Team.
- Timely reconciliations for general ledger balances to supporting documentation have been performed.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Actions planned in response to finding:

- University of Kansas: To ensure deferred revenues are properly calculated and reflected in the financial statements, the University will provide additional analysis which includes but is not limited to: (1) comparing the credit hours for summer compared to prior year as a reasonableness check, (2) compare assessed amounts and calculated deferred amounts to the prior year to ensure reasonable fluctuation, and (3) perform a calculation of tuition per credit hour to ensure amounts are reasonable compared to tuition rates.
- To ensure the calculations for investment in capital assets, net of related debt includes all of the necessary components to the calculation, the University has already included the missing components into the calculations and will be reviewing the calculations to ensure all necessary components are included.
- University of Kansas Medical Center: The Medical Center will enhance year-end reporting procedures by implementing a checklist as recommended by the auditor.
- Fort Hays State University: Fiscal Year 2018 is the first year the University prepared the financial statements relying solely on the new ERP that went live April 2017. Reports to reconcile the general ledger balances were being modified as the financial statements were being prepared. The combination of the new software and a change in personnel created a delay which forced the University to submit some draft information to the state. As the information was reviewed, updated financial information was remitted to the state. The procedures necessary to provide financial information to the state were documented during the Fiscal Year 2018 preparation. The reports necessary to reconcile general ledger accounts will be fully functional for the Fiscal Year 2019 report.

The University expects to provide accurate financial statements to the Financial Integrity Team for the Fiscal Year ending 2019 and thereafter.

Responsible party: Jeffrey Hunter, Assistant Comptroller – Financial Reporting Services, University of Kansas; Katherine Girgis, Director of Accounting & Financial Reporting, University of Kansas Medical Center; Mike Drees, Controller, Fort Hays State University.

Planned completion date for corrective action plan: June 30, 2019

Plan to monitor completion of corrective action plan: Ongoing; permanent part of process

FINDINGS—FEDERAL AWARD PROGRAMS AUDITS

2018 – 005

Federal Agency: Department of the Interior

State Department/Agency: Kansas Department of Wildlife, Parks and Tourism (KDWPT)

Federal Program: Sports Fish Restoration Program and Wildlife Restoration and Basic Hunter Education

CFDA Number: 15.605 and 15.611

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Cash Management

Type of Finding: Material Weakness in Internal Control over Compliance, Other Matters

Recommendation: We recommend KDWPT develop policies or procedures to retain evidence internal controls surrounding the cash reimbursement process are in place and being followed.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action taken in response to finding: The Department understands the compliance requirement for evidence of internal controls. Appropriate KDWPT official will review each GL Journal (expenses) prior to ASAP draw and review confirmed with signature.

Name(s) of the contact person(s) responsible for corrective action: Carl Magnuson, Federal Aid Coordinator, or Steve Adams, Chief of Planning and Federal Aid Section.

Planned completion date for corrective action plan: Implemented.

2018 – 006

Federal Agency: Department of the Interior

State Department/Agency: Kansas Department of Wildlife, Parks and Tourism (KDWPT)

Federal Program: Sports Fish Restoration Program and Wildlife Restoration and Basic Hunter Education

CFDA Number: 15.605 and 15.611

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Schedule of Expenditures of Federal Awards

Type of Finding: Significant Deficiency in Internal Control over Compliance

Recommendation: We recommend KDWPPT develop a more robust internal control that monitors the tracking of all federal expenditures to ensure the proper amounts reported on the SEFA. This includes ensuring indirect costs are accurately recorded as federal program expenditures after each reimbursement request.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action in response to finding: The Department understands the requirements around proper reporting of the Schedule of Expenditures of Federal Awards (SEFA) and that indirect costs are to be included in the total federal expenditures reported on the SEFA. The Department will work with the Department of Administration to verify that the amounts reported on the SEFA include indirect costs.

Name(s) of the contact person(s) responsible for corrective action: Carl Magnuson, Federal Aid Coordinator, or Steve Adams, Chief of Planning and Federal Aid Section.

Planned completion date for corrective action plan: June 30, 2019

2018 – 007

Federal Agency: U.S. Department of Health and Human Services and U.S. Department of Education

State Department/Agency: Kansas Department for Children and Families (KDCF)

Federal Program: Rehabilitation Services – Vocational Rehabilitation Grants to States; Temporary Assistance for Needy Families (TANF); Adoption Assistance - Title IV-E; Child Care and Development Block Grant and Child Care Mandatory and Matching Funds of the Child Care Development Fund

CFDA Number: 84.126; 93.558; 93.659; 93.575 and 93.596

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Allowable Costs / Cost Principles

Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Recommendation: We recommend that KDCF evaluate each quarterly cost allocation update and file a cost allocation plan amendment with the appropriate HHS Regional Office when there are significant changes to the cost allocation plan.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action taken in response to finding: We are filing quarterly plan amendments.

Name(s) of the contact person(s) responsible for corrective action: Program: Fred Halvorsen, KDCF Federal Reporting Manager. Implementation Oversight: Jay Davis, Acting Director of Audit Services

Planned completion date for corrective action plan: July 1, 2019

2018 – 008

Federal Agency: U.S. Department of Education

State Department/Agency: Kansas Department for Children and Families (KDCF)

Federal Program: Rehabilitation Services - Vocational Rehabilitation Grants to States

State of Kansas
Corrective Action Plan
Year Ended June 30, 2018

CFDA Number: 84.126

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Suspension and Debarment

Type of Finding: Material Weakness in Internal Control over Compliance, Other Matters

Recommendation: We recommend the State ensure all individuals included in the contracting and subawarding processes are trained to understand the federal compliance requirements associated with suspension and debarment. Additionally we recommend the State develop a more robust internal control that monitors the workflow of contract processing surrounding suspension and debarment, including review of existing contracts, to ensure compliance requirements are met.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action taken in response to finding: In conversations with the auditors, we understand that there were six instances when KDCF failed to provide any documentation in support of the transactions sampled. In the other instances noted, the auditors determined that documentation provided was not sufficient to meet the compliance requirements. We recognize the importance of maintaining documentation in support of transactions and will take steps to ensure this occurs going forward. KDCF will review all grants and contracts and procurement and debarment processes to assess compliance with internal policy and Department of Administration policies and procedures. Depending on the results, we will make internal changes and work with the Department of Administration to ensure that statewide changes in this area occur.

Name(s) of the contact person(s) responsible for corrective action: Program: Dan Klucas, KDCF Director of Operations. Implementation Oversight: Jay Davis, Acting Director of Audit Services

Planned completion date for corrective action plan: June 30, 2019

2018 – 009

Federal Agency: U.S. Department of Education

State Department/Agency: Kansas Department for Children and Families (KDCF)

Federal Program: Rehabilitation Services - Vocational Rehabilitation Grants to States

CFDA Number: 84.126

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Eligibility

Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Recommendation: We recommend the State develop a more robust internal control that monitors the workflow of application processing to ensure compliance requirements are met.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action taken in response to finding: As provided to the auditors following the on-site review, the agency has implemented a weekly email reminder system regarding pending deadlines for eligibility determination. Therefore, it is the agency's position that no additional action is necessary at this time to address eligibility timelines.

State of Kansas
Corrective Action Plan
Year Ended June 30, 2018

Name(s) of the contact person(s) responsible for corrective action: Program: Michael Donnelly, KDCF
Kansas Rehabilitation Services Director. Implementation Oversight: Jay Davis, Acting Director of
Audit Services

Planned completion date for corrective action plan: Completed

2018 – 010

Federal Agency: U.S. Department of Education

State Department/Agency: Kansas Department for Children and Families (KDCF)

Federal Program: Rehabilitation Services - Vocational Rehabilitation Grants to States

CFDA Number: 84.126

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Special Tests and Provisions

Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Recommendation: We recommend the State develop a more robust internal control that monitors the
workflow of application processing to ensure compliance requirements are met.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action taken in response to finding: Rehabilitation Services has established an ongoing monitoring
tool to facilitate the timely completion of the IPE. The "Time Remaining" report can be generated from
the SQL report server by counselors for their individual caseloads, by Rehabilitation Managers for
their units, and by Program Administrators for their regions. The information is updated daily assuring
that it has the most current information to assist staff in addressing priorities. The report shows
specific case identification and the number of days remaining before timeliness deadlines. It functions
as a dashboard highlighting cases in yellow or red depending on how quickly the deadline is
approaching. Staff use this report to prioritize required caseload functions. Staff performance on
timeliness standards is monitored through the performance evaluation process and regular
supervisory meetings.

Name(s) of the contact person(s) responsible for corrective action: Program: Michael Donnelly, KDCF
Kansas Rehabilitation Services Director. Implementation Oversight: Jay Davis, Acting Director of
Audit Services

Planned completion date for corrective action plan: Completed

2018 – 011

Federal Agency: U.S. Department of Health and Human Services

State Department/Agency: Kansas Department for Children and Families (KDCF)

Federal Program: Temporary Assistance for Needy Families (TANF)

CFDA Number: 93.558

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Suspension and Debarment

Type of Finding: Material Weakness in Internal Control over Compliance, Other Matters

Recommendation: We recommend the State ensure all individuals included in the contracting and subawarding processes are trained to understand the federal compliance requirements associated with suspension and debarment. Additionally we recommend the State develop a more robust internal control that monitors the workflow of contract processing surrounding suspension and debarment, including review of existing contracts, to ensure compliance requirements are met.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

The dates of application for these three cases were as follows: In conversations with the auditors, we understand that there were ten instances when KDCF failed to provide any documentation in support of the transactions sampled. In the other instances noted, the auditors determined that documentation provided was not sufficient to meet the compliance requirements. We recognize the importance of maintaining documentation in support of transactions and will take steps to ensure this occurs going forward. KDCF will review all grants and contracts and procurement and debarment processes to assess compliance with internal policy and Department of Administration policies and procedures. Depending on the results, we will make internal changes and work with the Department of Administration to ensure that statewide changes in this area occur.

Name(s) of the contact person(s) responsible for corrective action: Program: Dan Klucas, KDCF Director of Operations. Implementation Oversight: Jay Davis, Acting Director of Audit Services

Planned completion date for corrective action plan: June 30, 2019

2018 – 012

Federal Agency: U.S. Department of Health and Human Services

State Department/Agency: Kansas Department of Health and Environment (KDHE)

Federal Program: State Medicaid Fraud Control Units, State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare, Medical Assistance Program (Medicaid; Title XIX) – Medicaid Cluster

CFDA Number: 93.775, 93.777, 93.778

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Eligibility – Eligibility for Individuals

Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Recommendation: We recommend that KDHE develop a more robust internal control for the review of Aged-out Foster Care cases to ensure that eligibility determination is properly supported and cases are reviewed timely for the termination of benefits.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action taken in response to finding: Currently, the State of Kansas runs a monthly report on the 1st of each month to identify cases that involve individuals who have turned twenty-six years of age and need to be discontinued due to aging out of the Foster Care program. This report is run by an Operations Coordinator and is due to be completed by timely notice each month. In a timely notice the consumer is notified of the case discontinuance via notice of action (NOA) from KEES. The NOA occurs between the 16th and the 19th of each month dependent upon the number of days in the month.

The State of Kansas is required to notify consumers of any changes to their medical case no less than 10 days prior to the end of the month. Due to this finding, the State of Kansas ran a cleanup report to identify any cases that had this occur prior to the monthly batch report in December 2018. In addition, training material was updated as of February 2018 to account for the Aged-Out Eligibility process. Refresher trainings and coaching are currently being performed. Staff are now required to receive specialized training prior to being allowed to process Aged-Out Foster Care cases.

Name(s) of the contact person(s) responsible for corrective action: Jason Osterhaus, Program Integrity Manager

Planned completion date for corrective action plan: December 2018 for missed cases; on-going for aging-out consumers

2018 – 013

Federal Agency: U.S. Department of Health and Human Services

State Department/Agency: Kansas Department of Health and Environment (KDHE)

Federal Program: State Medicaid Fraud Control Units, State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare, Medical Assistance Program (Medicaid; Title XIX) – Medicaid Cluster

CFDA Number: 93.775, 93.777, 93.778

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Eligibility – Eligibility for Individuals

Type of Finding: Material Weakness in Internal Control over Compliance, Other Matters

Recommendation: We recommend that KDHE continue to monitor the applications considered to be backlogged and continue to process oldest applications as a priority. A continued analysis of the priority of staff resources or use of additional resources to help process the applications is recommended to focus on alleviating the backlog issue.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action taken in response to finding: The four identified cases were not processed timely due to residual impact from the past backlog and a defect within the KEES system.

While KDHE worked to resolve the application backlog, a decision was made to continue Medicaid coverage for members due for an annual review regardless if the member returned their review form. This decision was made so as to not adversely impact eligibility for members while resources were being focused on resolving the backlog. Beginning November 1, 2018, KDHE restructured the contract with the eligibility contractor, Maximus, resulting in more defined service level agreements and enforced liquidated damages to for untimely application processing. Since then, KDHE has experienced historical lows for timely processing of applications and Maximus has remained within compliance. These results have been reported monthly to the legislative oversight committee and CMS. KDHE does not currently continue Medicaid coverage without a completed annual review.

State of Kansas
Corrective Action Plan
Year Ended June 30, 2018

Additionally, as part of additional monitoring put into place through review of incident and batch reports, KDHE identified some reviews were skipped due to an issue with batch processing. This was due to three factors:

1. Defects identified within the eligibility system
2. Worker error
3. KEES design issue

The defects were corrected and worker error addressed through focused training. KDHE has submitted a change request to Accenture to resolve the KEES design issue. At this time, the workaround for the design issue is to continue to monitor the incident and batch reports. The skipped reviews were re-ran through the batch process in December 2018.

Name(s) of the contact person(s) responsible for corrective action: Jason Osterhaus, Program Integrity Manager

Planned completion date for corrective action plan: On-going monitoring

2018 – 014

Federal Agency: U.S. Department of Health and Human Services

State Department/Agency: Kansas Department of Health and Environment (KDHE)

Federal Program: State Medicaid Fraud Control Units, State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare, Medical Assistance Program (Medicaid; Title XIX) – Medicaid Cluster

CFDA Number: 93.775, 93.777, 93.778

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Suspension and Debarment

Type of Finding: Material Weakness in Internal Control over Compliance, Other Matters

Recommendation: We recommend the State ensure all individuals included in the contracting and subawarding processes are trained to understand the federal compliance requirements associated with suspension and debarment. Additionally we recommend the State develop a more robust internal control that monitors the workflow of contract processing surrounding suspension and debarment, including review of existing contracts, to ensure compliance requirements are met.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action taken in response to finding: The Kansas Department of Health and Environment (KDHE) Division of Health Care Finance (DHCF) and the Kansas Department of Aging and Disability Services (KDADS) is amending the Memorandum of Understanding (MOU) between the agencies to include the requirement that all KDADS contracts in which Medicaid dollars is claimed will include suspension and debarment language. The MOU is signed by the Secretaries of both agencies and staff are mandated to comply with the provisions of the agreement.

Name(s) of the contact person(s) responsible for corrective action: Jason Osterhaus Program, Integrity Manager

Planned completion date for corrective action plan: July 1, 2019

2018 – 015

Federal Agency: U.S. Department of Health and Human Services

State Department/Agency: Kansas Department of Health and Environment (KDHE)

Federal Program: State Medicaid Fraud Control Units, State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare, Medical Assistance Program (Medicaid; Title XIX) – Medicaid Cluster

CFDA Number: 93.775, 93.777, 93.778

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Procurement

Type of Finding: Material Weakness in Internal Control over Compliance, Other Matters

Recommendation: We recommend the State develop a more robust internal control that monitors the workflow of contract processing surrounding procurement to ensure compliance requirements are met.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action taken in response to finding: The State is aware of the identified issue and, in collaboration with Department of Administration, is working on addressing the specific steps and quality controls to ensure 100% compliance for future audits.

Name(s) of the contact person(s) responsible for corrective action: Jason Osterhaus, Program Integrity Manager

Planned completion date for corrective action plan: July 1, 2019

2018 – 016

Federal Agency: U.S. Department of Health and Human Services

State Department/Agency: Kansas Department of Health and Environment (KDHE)

Federal Program: State Medicaid Fraud Control Units, State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare, Medical Assistance Program (Medicaid; Title XIX) – Medicaid Cluster

CFDA Number: 93.775, 93.777, 93.778

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Special Tests and Provisions – Provider Health and Safety Standards

Type of Finding: Material Weakness in Internal Control over Compliance, Other Matters

Recommendation: We recommend the State develop and implement a cross-training program to ensure there are multiple personnel available and qualified to perform the required periodic site visits in a timely manner when the State experiences turnover in experienced personnel.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

State of Kansas
Corrective Action Plan
Year Ended June 30, 2018

Action taken in response to finding: KDADS had identified the noncompliance with inspection intervals for nursing facilities and had determined in large part the noncompliance was due to the inability to hire and retain staff. A request for a budget enhancement to increase surveyor salaries was requested during the 2018 legislative session and was received.

In June 2018, there were 110 surveys more than 15.9 months since the previous survey and an additional 66 that were more than 12 months since previous survey. KDADS changed the survey scheduling process and contracted with HMS to provide assistance with surveys. By January 2019, there were only 2 surveys that were more than 15.9 months since the previous survey and only 18 additional surveys that were more than 12 months since the previous survey.

Name(s) of the contact person(s) responsible for corrective action: Patty Brown, RN MS, Interim Commissioner Survey Certification and Credentialing and Dawne Stevenson, RN, Director Survey and Certification

Planned completion date for corrective action plan: KDADS continues to monitor survey compliance on a monthly basis

2018 – 017

Federal Agency: U.S. Department of Health and Human Services

State Department/Agency: Kansas Department for Aging and Disability Services (KDADS)

Federal Program: Block Grants for Prevention and Treatment of Substance Abuse (SABG)

CFDA Number: 93.959

Award Period: July 1, 2017 through June 30, 2018

Compliance Requirement: Special Tests and Provisions – Independent Peer Reviews

Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Recommendation: SABG should document formal reviews performed by an independent organization similar to the Joint Commission on the Accreditation of Healthcare Organizations or the Commission on the Accreditation of Rehabilitation Facilities.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action taken in response to finding: The State is reviewing options for independent peer review.

Name(s) of the contact person(s) responsible for corrective action: Cissy McKinzie, Block Grant/SUD Program Manager, and Andrew Brown, KDADS Interim Commissioner of Behavioral Health Services.

Planned completion date for corrective action plan: July 1, 2020