

### **Finding 10-01**

The State's internal controls are inadequate to ensure the Schedule of Expenditures of Federal Awards is accurately prepared, placing the state at risk of incomplete and inaccurate reporting to the federal government. This could affect the amount of federal funding the state receives in the future.

#### **Agency Schedule of Expenditures of Federal Awards (SEFA) Exceptions**

- ARRA expenditures incorrectly reported as regular expenditures
- Program expenditures were under-reported
- Non-cash program expenditures were incorrectly reported as regular expenditures
- Pass-through amounts were incorrectly reported
- Program expenditures were reported under the incorrect CFDA number
- Program expenditures were not reported on the SEFA
- Program expenditures were incorrectly reported under Research and Development