

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

Summary of Auditor's Results

FINANCIAL STATEMENTS

- We issued an unqualified opinion on the state's financial statements.
- We found no significant deficiencies in the design or operation of internal control over financial reporting that we consider a reportable condition.
- We noted no instances of noncompliance that were material to the financial statements of the state.

FEDERAL AWARDS

- Except for the Medicaid program, we issued an unqualified opinion on the state's compliance with requirements applicable to each of its major federal programs.
- We noted deficiencies in the design or operation of internal control over major federal programs that we consider to be reportable conditions. The following reportable conditions noted in this schedule are considered material weaknesses: 06-14, 06-16 and 06-25.
- We reported findings that are required to be disclosed under OMB Circular A-133, Section 510(a).
- The dollar threshold used to distinguish between Type A and Type B programs, as prescribed by OMB Circular A-133, Section 520(b), was \$28,653,645.
- The state did not qualify as a low risk auditee under OMB Circular A-133, Section 530.
- The following were major programs, determined in accordance with OMB Circular A-133, Section 520:

CFDA	PROGRAM
10.551 10.561	<u>Food Stamp Cluster</u> Food Stamps State Administrative Matching Grants for Food Stamp Program
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)
10.558	Child and Adult Care Food Program
10.665 10.666	<u>Schools and Roads Cluster</u> Schools and Roads Grants to States Schools and Roads Grants to Counties

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 For the Fiscal Year Ended June 30, 2006

Summary of Auditor's Results - continued

CFDA	PROGRAM
11.438	Pacific Coast Salmon Recovery - Pacific Salmon Treaty Program
14.228	Community Development Block Grant
17.225	Unemployment Insurance (UI)
17.258 17.259 17.260	<u>Workforce Investment Act (WIA) Cluster</u> WIA Adult Program WIA Youth Activities WIA Dislocated Workers
20.500 20.507	<u>Federal Transit Cluster</u> Federal Transit--Capital Investment Grants Federal Transit--Formula Grants
84.010	Title I Grants to Local Educational Agencies (LEAs)
84.126	Rehabilitation Services—Vocational Rehabilitation Grants to States
93.145	AIDS Education & Training Centers
93.268	Immunization Grants
93.283	Center for Disease Control and Prevention Investigations and Technical Assistance
93.558	Temporary Assistance to Needy Families (TANF)
93.563	Child Support Enforcement

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Summary of Auditor's Results - concluded

CFDA	PROGRAM
93.568	Low-Income Home Energy Assistance
93.575 93.596	<u>CCDF Cluster</u> Child Care and Development Block Grant Child Care Mandatory and Matching Funds for the Child Care and Development Fund
93.600	Head Start
93.658	Foster Care—Title IV-E
93.659	Adoption Assistance
93.667	Social Service Block Grant
93.767	State Children's Health Insurance Program (SCHIP)
93.775 93.776 93.777 93.778	<u>Medicaid Cluster</u> State Medicaid Fraud Control Units Hurricane Katrina Relief State Survey and Certification of Health Care Providers and Suppliers Medical Assistance Program (Medicaid: Title XIX)
93.959	Block Grant for Prevention and Treatment of Substance Abuse
96.001 96.006	<u>Disability Insurance/SSI Cluster</u> Social Security—Disability Insurance (DI) Supplemental Security Income (SSI)
97.004	<u>Homeland Security Cluster</u> State Domestic Preparedness Equipment Support Program
97.036	Disaster Grants – Public Assistance
Various	Research and Development Cluster