

State of Tennessee Single Audit Report

Comptroller of the Treasury
Division of State Audit
For the Year Ended June 30, 2006

ANDREW JACKSON
1767-1845
V. PRESIDENT
OF THE
UNITED STATES OF AMERICA
1829-1837



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
State Capitol
Nashville, Tennessee 37243-0260
(615) 741-2501

John G. Morgan
Comptroller

March 30, 2007

The Honorable Phil Bredesen, Governor
and
Members of the General Assembly of Tennessee
State Capitol
Nashville, Tennessee 37243

Ladies and Gentlemen:

We are pleased to submit the twenty-third *Single Audit Report* for the State of Tennessee. This report covers the year ended June 30, 2006. The audit was conducted in accordance with the requirements of the Single Audit Act Amendments of 1996 and the provisions of Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

This *Single Audit Report* reflects federal expenditures of over \$10.1 billion. This report includes reportable conditions relating to major federal programs and those instances of noncompliance that meet the criteria of OMB Circular A-133. The reportable conditions and instances of noncompliance relating to major federal programs are described in Section III of the Schedule of Findings and Questioned Costs.

The *Comprehensive Annual Financial Report* of the State of Tennessee for the year ended June 30, 2006, has been issued under a separate cover. In accordance with *Government Auditing Standards*, we are issuing our report on our consideration of the State of Tennessee's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants and other matters. We noted reportable conditions; however, none of the reportable conditions noted are considered material weaknesses. We noted no instances of noncompliance that we considered material to the basic financial statements. The reportable conditions arising from our audit of the financial statements are described in Section II of the Schedule of Findings and Questioned Costs.

The Honorable Phil Bredesen

March 30, 2007

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We would like to express our appreciation to the Department of Finance and Administration and other state agencies, universities, and community colleges, for their assistance and cooperation in the single audit process.

Sincerely,

A handwritten signature in black ink that reads "John G. Morgan". The signature is written in a cursive style with a long horizontal flourish at the end.

John G. Morgan
Comptroller of the Treasury

**State of Tennessee
Single Audit Report
For the Year Ended June 30, 2006**

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Selected Statistical Data

Total Federal Expenditures – Ten Year Summary

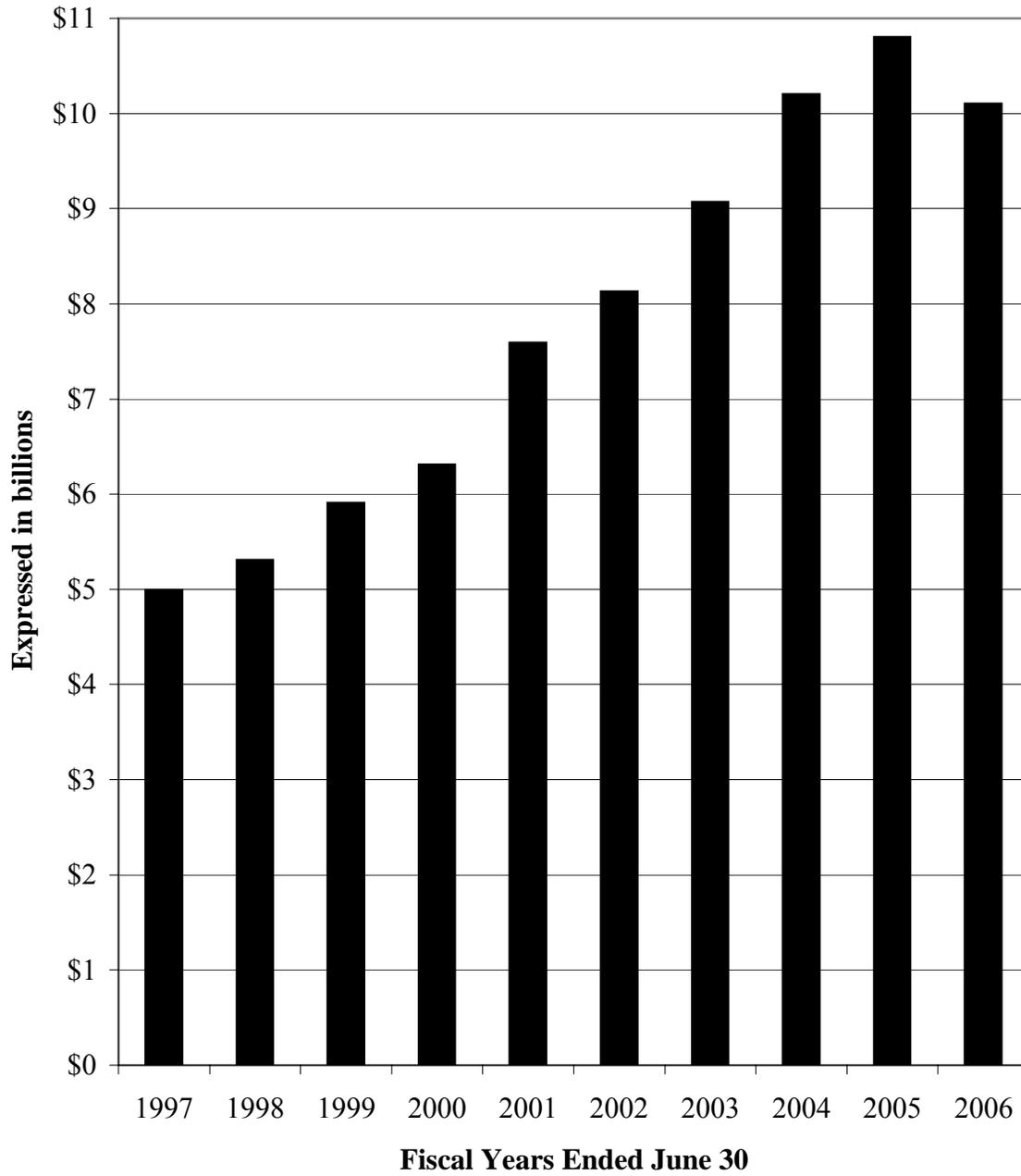
Expenditures by Awarding Agency

Number of Type A and Type B Programs

Type A and Type B Program Expenditures

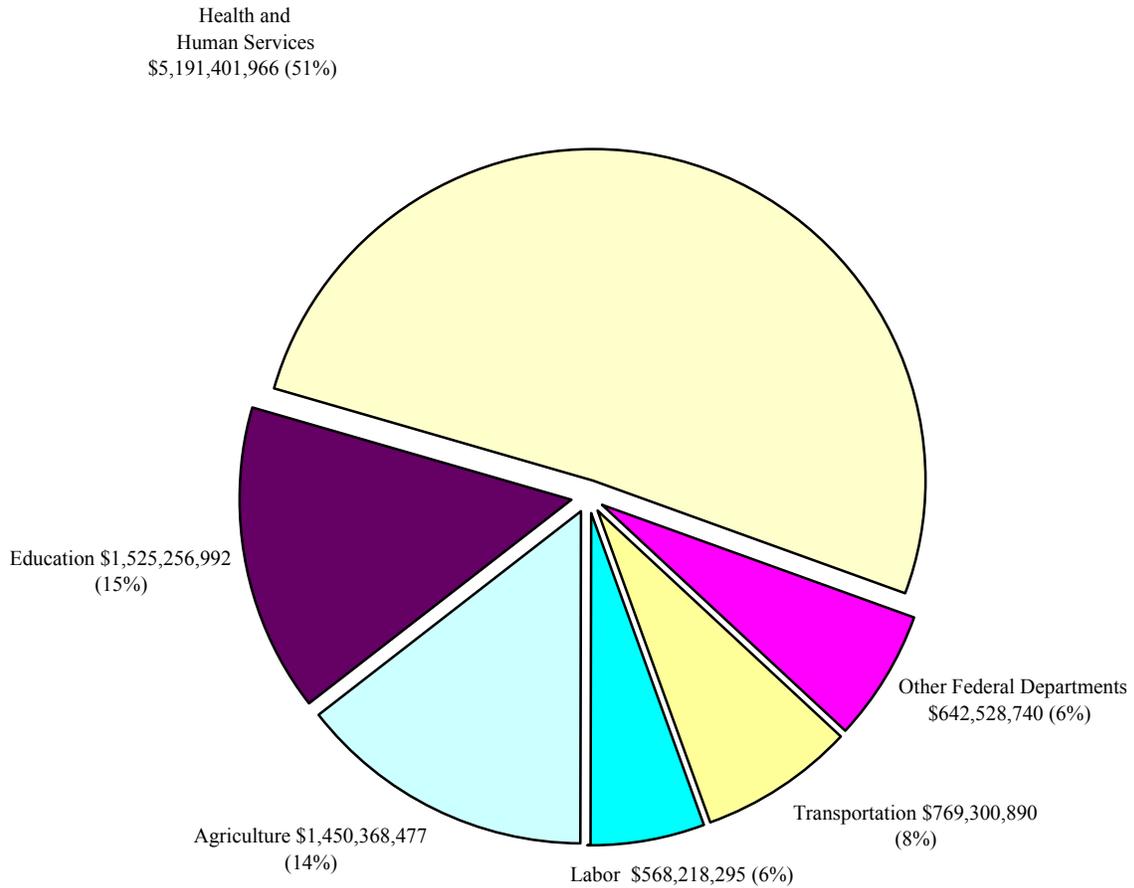
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Total Federal Expenditures - Ten Year Summary

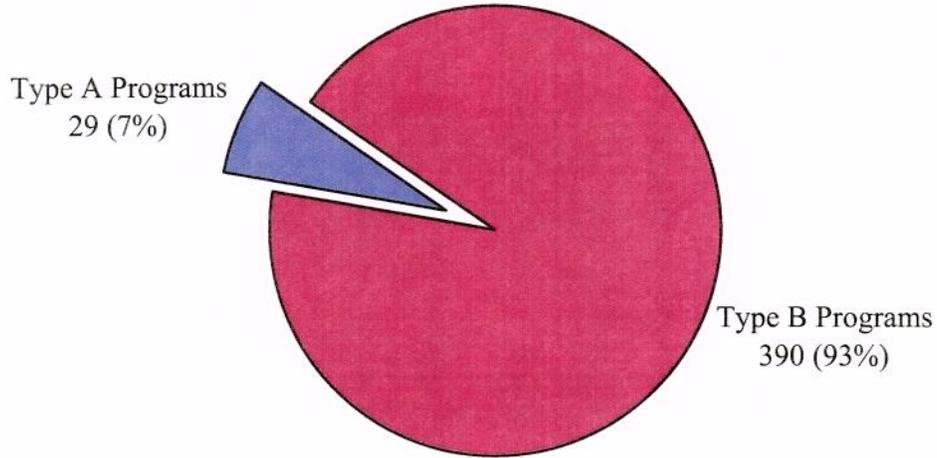


Expenditures by Awarding Agency

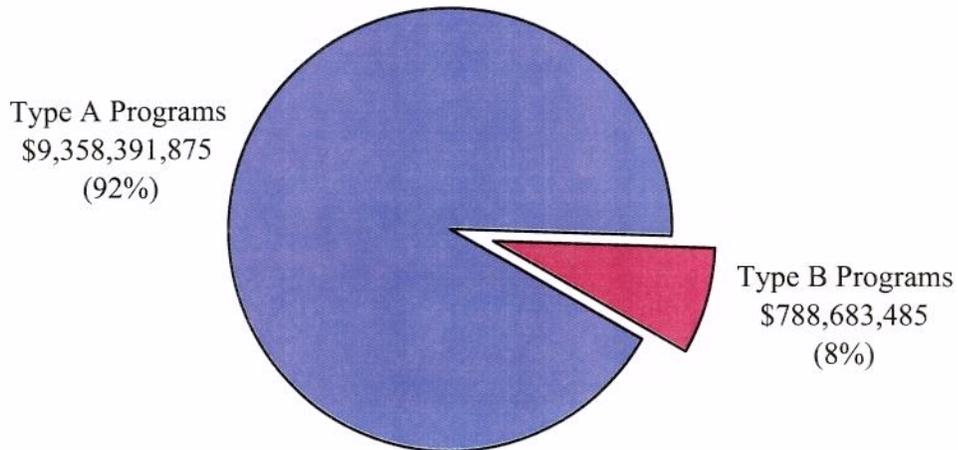
July 1, 2005 through June 30, 2006



Number of Type A and Type B Programs



Type A and Type B Program Expenditures



Type A programs for the State of Tennessee are defined as federal programs with expenditures exceeding the larger of \$30 million or fifteen hundredths of one percent (.0015) of total federal awards expended. For the fiscal year ended June 30, 2006, the Type A program threshold for the State of Tennessee was \$30 million. Those federal programs with expenditures below the Type A threshold are labeled Type B programs.

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Auditor's Section

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*

Report on Compliance With Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance With OMB Circular A-133 and on the Schedule of Expenditures of Federal Awards

Schedule of Findings and Questioned Costs

Section I – Summary of Auditor's Results

Section II – Financial Statement Findings

Section III – Federal Award Findings and Questioned Costs

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STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF STATE AUDIT
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JAMES K. POLK STATE OFFICE BUILDING
NASHVILLE, TENNESSEE 37243-0264
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**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**

December 21, 2006

The Honorable John G. Morgan
Comptroller of the Treasury
State Capitol
Nashville, Tennessee 37243

Dear Mr. Morgan:

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 Tennessee as of and for the year ended June 30, 2006, which collectively comprise the State of Tennessee's basic financial statements and have issued our report thereon dated December 21, 2006. We conducted our audit in accordance with 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the State of Tennessee's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the State of Tennessee's ability to initiate, record, process, and report

The Honorable John G. Morgan
December 21, 2006
Page Two

financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying Schedule of Findings and Questioned Costs as items 06-DCS-01, 06-DCS-04, 06-DFA-05, 06-DOT-04, and 06-TSAC-01.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are considered to be material weaknesses. However, we believe that none of the reportable conditions described above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the State of Tennessee's financial statements are free of 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*.

We noted certain matters that we reported to management of the State of Tennessee in separate letters.

This report is intended solely for the information and use of the General Assembly of the State of Tennessee, management, and the appropriate federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record.

Sincerely,



Arthur A. Hayes, Jr., CPA, Director
Division of State Audit

AAH/ras



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
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**Report on Compliance With Requirements Applicable to Each Major Program and on
Internal Control Over Compliance in Accordance With OMB Circular A-133 and on the
Schedule of Expenditures of Federal Awards**

March 27, 2007
except for the Schedule of Expenditures of Federal Awards,
as to which the date is December 21, 2006

The Honorable John G. Morgan
Comptroller of the Treasury
State Capitol
Nashville, Tennessee 37243

Dear Mr. Morgan:

Compliance

We have audited the compliance of the State of Tennessee with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2006. The State of Tennessee's major federal programs are identified in the summary of the auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the State of Tennessee's management. Our responsibility is to express an opinion on the State of Tennessee's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the State of Tennessee's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the State of Tennessee's compliance with those requirements.

In our opinion, the State of Tennessee complied, in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2006. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 06-DCS-02, 06-DCS-03, 06-DFA-01 through 01-DFA-04, 06-DHS-01 through 06-DHS-07, 06-DOE-01, 06-DOM-01, 06-DOT-01, 06-DOT-03, 06-LWD-01, and 06-UTH-01.

Internal Control Over Compliance

The management of the State of Tennessee is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the State of Tennessee's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

We noted certain matters involving the internal control over compliance and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the State of Tennessee's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts, and grants. Reportable conditions are described in the accompanying Schedule of Findings and Questioned costs as items 06-DCS-03, 06-DEC-01, 06-DFA-02 through 06-DFA-04, 06-DHS-02, 06-DHS-04, 06-DHS-06, 06-DHS-07, 06-DOE-01, 06-DOM-02, 06-DOT-01 through 06-DOT-03, 06-LWD-01, and 06-UTH-01.

The Honorable John G. Morgan
March 27, 2007
Page Three

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe that none of the reportable conditions described above is a material weakness.

Schedule of Expenditures of Federal Awards

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 Tennessee as of and for the year ended June 30, 2006, and have issued our report thereon dated December 21, 2006. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the State of Tennessee's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the General Assembly of the State of Tennessee, management, and the appropriate federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record.

Sincerely,

A handwritten signature in black ink that reads "Arthur A. Hayes, Jr." The signature is written in a cursive, flowing style.

Arthur A. Hayes, Jr., CPA, Director
Division of State Audit

AAH/ras

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

Section I – Summary of Auditor’s Results

Financial Statements

- We issued an unqualified opinion on the basic financial statements.
- We identified reportable conditions that are not considered to be material weaknesses.
- We noted no instances of noncompliance considered to be material to the basic financial statements.

Federal Awards

- We identified reportable conditions that are not considered to be material weaknesses in internal control.
- We issued an unqualified opinion on the state’s compliance with requirements applicable to its major federal programs.
- We disclosed audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133.
- The State of Tennessee does not qualify as a low-risk auditee under OMB Circular A-133, Section 530.
- The dollar threshold used to distinguish between Type A and Type B programs, as prescribed in OMB Circular A-133, Section 520(b), was \$30,000,000.

State of Tennessee
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2006
(continued)

Section I – Summary of Auditor’s Results

<u>CFDA Number</u>	<u>Name of Major Federal Program</u>
10.557	Special Supplemental Nutrition Program for Women, Infants and Children
17.225	Unemployment Insurance
17.245	Trade Adjustment Assistance Workers
66.458	Capitalization Grants for Clean Water State Revolving Funds
84.032	Federal Family Education Loan Program (FFEL) – Guaranty Agencies
84.048	Vocational Education – Basic Grants to States
84.126	Rehabilitation Services – Vocational Rehabilitation Grants to States
93.268	Immunization Grants
93.558	Temporary Assistance for Needy Families
93.563	Child Support Enforcement
93.568	Low-Income Home Energy Assistance
93.658	Foster Care – Title IV-E
93.659	Adoption Assistance
93.959	Block Grants for Prevention and Treatment of Substance Abuse
-	Research and Development Cluster
-	Student Financial Assistance Cluster
-	Food Stamp Cluster
-	Section 8 – Project-Based Cluster
-	Highway Planning and Construction Cluster
-	Medicaid Cluster
-	Homeland Security Cluster

State of Tennessee
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2006
(continued)

Section II – Financial Statement Findings

Finding Number	06-DCS-01
CFDA Number	N/A
Program Name	N/A
Federal Agency	N/A
State Agency	Department of Children’s Services
Grant/Contract No.	N/A
Finding Type	Reportable Condition
Compliance Requirement	None
Questioned Costs	None

Since 1994, the department still has not identified ineligible payments timely and continues to have difficulty collecting over \$1 million in overpayments from foster care and adoption assistance parents

Finding

As noted in the previous twelve audits, the Department of Children’s Services (DCS) has had difficulty collecting the large outstanding balance of state-funded adoption assistance and foster care overpayments. As of June 30, 2006, the department’s records indicated an outstanding accounts receivable balance for these parents totaling \$1,017,628, an increase of \$18,912 over the prior year’s total. The department performed collection and write-off efforts during the audit period; however, neither resulted in a reduction of the balance during the current audit period.

Two requests were sent to the Department of Finance and Administration (F&A) for write-off approval during the audit period. One request for 71 accounts totaling \$358,618 was sent to a collection agency and returned closed because of failure to collect, bankruptcy, or death of the debtor. As the department had complied with F&A guidelines in an effort to collect the receivables, F&A approved the \$358,618 for write-off in September 2006. Collection attempts were also made for 410 other accounts totaling \$202,659. These attempts resulted in repayments of \$2,697. Management subsequently submitted a request to F&A for approval of the remaining \$199,962 of these accounts for write-off as uncollectible. This request was approved in November 2006.

Furthermore, there were still problems with preventing and detecting overpayments on a timely basis. Management responded to the prior audit finding and stated,

The department concurs to an extent. We disagree that we have difficulty collecting overpayments. All procedures agreed to in previous audits and in accordance with Finance and Administration Policy 23 are followed to collect overpayments. The department has for at least two years implemented the recommendation outlined in the 2005 audit report. The department is currently seeking the advice of the Attorney General's office concerning the write-off of the account receivable that has been returned from the collection agency. The most current amount submitted for write off is \$607,035, and of this amount \$539,914 was created prior to FY-2000.

Adoption contracts will be updated to reflect by May 1, 2006 stronger language that requires the adoptive parents notify DCS when the adoption disrupts or terminates. Follow up training will occur to ensure that these contracts are being used throughout Tennessee by July 1, 2006. The performance steps outlined in the business process mapping which is currently underway for Adoption Assistance will be incorporated into DCS policy and follow up training will occur to ensure that this policy is being implemented throughout Tennessee by no later than December 2006. These steps include a face-to-face meeting between a regional representative and the adoptive family as a part of the annual re-determination.

The Executive Director of Finance and Program Support will place this finding and all associated documentation and policy communication matters on the agenda for the State Continuous Quality Improvement (CQI) Team agenda during the month of March 2006, and at least quarterly thereafter. The State CQI Team through the Executive Director of Finance and Program support will ensure that this finding is addressed by all appropriate regional and central office CQI Teams, and the Executive Directors of Regional Support will ensure this finding is included in all of the Regional Administrator CQI Team meetings.

The Executive Directors of Regional Support will have the primary responsibility for ensuring appropriate follow up regarding specific cases in non-compliance.

During the past three years, the department has taken action which has significantly reduced the instances and duration of overpayments to foster parents, also resulting in improved collection of the current overpayment balances. However, in spite of management's continually concurring with the need for attention to the much larger balance of prior overpayments, these balances have largely remained uncollected and not written off. Furthermore, the department continued to have difficulty in the prevention and timely detection of overpayments, especially with adoption assistance payments. Activity during the year resulted in a net decrease in the foster care overpayment balance of \$14,215 and a net increase in the adoption assistance overpayment balance of \$33,127.

From the adoption assistance and foster care receivable account balances at June 30, 2006, we selected all new overpayment balances greater than \$2,000 for review. There were two foster care balances totaling \$7,470 and nine adoption assistance balances totaling \$74,095. The results of testwork on these accounts indicated one account with two unusually large erroneous payments and four accounts with overpayments that occurred for six months or longer before detection.

- Overpayments of adoption assistance for two months on one account resulted from erroneous input data entered in the payment system. The erroneous input resulted in payments of \$31,000 per month for two months when the correct amount should have been \$441 per month. In addition, the child left the home during the third month. These overpayments totaled \$61,360, and \$17,727 had been repaid at June 30, 2006. The payment system neither detected the erroneous input data nor alerted management of these unusually large payments.
- One account was for the overpayment of adoption assistance for seven months after the adoption was dissolved. The overpayments of adoption assistance for this occurrence totaled \$4,034 and no repayments had been received as of June 30, 2006. According to management, the overpayment was due to the case manager's failure to notify regional personnel of the dissolved adoption.
- Overpayments of adoption assistance for fifteen months on one account resulted when the family did not report benefits received from the Social Security Administration. These overpayments totaled \$7,470 and \$2 had been repaid at June 30, 2006. Adoption Assistance contract provisions require parents to report these benefits to DCS. In addition, payment of these benefits was not detected during the department's annual renewal process for adoption assistance payments.
- Foster care overpayments for ten months on one account totaling \$5,044 resulted when the child left the program. TNKids records indicate the removal of the child from DCS custody, and that the case manager would notify the DCS team leader and close the case. However, there is no evidence that the case was formally closed. There is no record of face-to-face contacts with a case manager for the overpayment period. According to central office management, a case manager who was unaware of the change in circumstances continued to approve the payments during the overpayment period. No repayments had been received as of June 30, 2006.
- Overpayments of adoption assistance occurred for six months on one account after the 18 year old child graduated from high school. The overpayments totaled \$3,835, and \$254 was repaid at June 30, 2006.

One of these instances could have been prevented if the payment system had sufficient edits within the system to prevent erroneous data entry and alert management of unusually large payment amounts. The other overpayments could have been detected sooner if case managers

had formally documented communication of changes in children's cases that affect eligibility for adoption assistance and foster care payments.

Recommendation

The Executive Director of Program Support should continue efforts, as required by Department of Finance and Administration (F&A) Policy 23, "Accounts Receivable – Recording, Collection, and Write-Offs," to recover all funds from foster care or adoption assistance parents who received overpayments but are no longer keeping children. After management has taken all appropriate steps to try to collect the outstanding receivable, the Executive Director of Program Support should promptly request through F&A that the remaining uncollectible accounts be written off. The Commissioner of DCS should develop protocol for the different divisions within the department -- particularly between DCS Fiscal Services, DCS Adoption Services, DCS Foster Care Services, DCS regional offices' adoption and foster care units, and Child Protective Services - so that the proper individuals are informed in a timely manner of changes in children's cases and/or changes that affect adoption assistance and foster care eligibility. The Executive Director of Child Permanency should ensure that adoption assistance and foster care payments to parents are terminated when eligibility terminates. Since adoption assistance payments are based on information entered on the Subsidized Adoption Turnaround Document (Form 16), regional designees should verify this information before authorizing payments. Foster care payments are based on information called in by the parents, and the case manager responsible for child visitation should confirm residency prior to payment.

Management should ensure that risks such as these noted in this finding are adequately identified and assessed in their documented risk assessment activities. Management should identify specific staff to be responsible for the design and implementation of internal controls to prevent and detect exceptions timely. Management should also identify staff to be responsible for ongoing monitoring for compliance with all requirements and take prompt action should exceptions occur.

Management's Comment

We concur. Regarding the uncollected and outstanding receivable, 481 accounts totaling \$558,580 have been written off in accordance with F&A Policy 23. Most of these outstanding accounts were dated 2001 and prior. The remaining outstanding receivable balance is now \$459,047. DCS will continue timely collection efforts per F&A Policy 23 to minimize and appropriately manage its receivable balance relative to overpayments.

To monitor the overpayments for adoption assistance, please see the response to finding 06-DCS-02.

Risk assessment activities are ongoing. See response to finding 06-DCS-04 for a summary of risk assessment activities.

Finding Number	06-DCS-04
CFDA Number	N/A
Program Name	N/A
Federal Agency	N/A
State Agency	Department of Children's Services
Grant/Contract No.	N/A
Finding Type	Reportable Condition
Compliance Requirement	N/A
Questioned Costs	N/A

Management has not fulfilled its responsibility to assess and document the department's risks of errors or fraud

Finding

Management of the Department of Children's Services has not fulfilled its responsibility to formally assess and document the department's risks of errors, fraud, waste, and abuse. An ongoing risk assessment process is a basic tenet of internal control for any organization.

The 2005 edition of *Governmental Accounting, Auditing, and Financial Reporting* (GAAFR) issued by the Government Finance Officers Association summarizes management's basic responsibilities as follows:

All managers share certain basic responsibilities, which include: 1) achieving the entity's purpose (effectiveness); 2) making optimal use of scarce resources (efficiency); 3) observing restrictions on the use of resources (compliance); and 4) periodically demonstrating accountability for the stewardship of resources placed in their care (reporting). Internal control comprises the tools management uses to ensure that it fulfills these important responsibilities.

A comprehensive framework of internal control must possess five essential elements. It must: 1) provide a favorable *control environment*; 2) provide for the *continuing assessment of risk*; 3) provide for the design, implementation, and maintenance of effective *control-related policies and procedures*; 4) provide for the effective *communication* of information; and 5) provide for the ongoing *monitoring* of the effectiveness of control-related policies and procedures, as well as the resolution of potential problems identified by controls.

The above elements are also mentioned in Statements on Auditing Standards Number 55, as amended, promulgated in April, 1988.

The GAAFR explains why this must be a continuous process by stating:

Changes in a government's circumstances can render once satisfactory control-related policies and procedures inadequate or obsolete. Also, controls have a natural tendency to deteriorate over time unless management properly maintains them. Accordingly, governments must periodically evaluate control-related policies and procedures to determine whether they have been properly designed and implemented and are still adequate and functioning.

Our discussions with management disclosed that management, as of December 21, 2006, has not performed and documented assessments of the department's risk of errors, fraud, waste, and abuse. This responsibility is of paramount importance.

Recommendation

Management should conduct regular periodic risk assessments. Each assessment should be well documented, complete, and clear. The process should involve the active participation of staff; however, management is ultimately responsible for the results of the assessment.

The risk assessment should include consideration of the risks of errors, fraud, waste, and abuse related to the department. Management should begin with prior audit findings, ensuring that corrective actions recommended by us have been fully implemented. Management should also think about the general types of problems that can occur in practical terms of "what could go wrong," such as providing services to ineligible children, overpayments to vendors, and theft of funds. The relative materiality of the risks should be considered as well. Qualitative as well as quantitative materiality should be considered. The results of the risk assessment should be used by management to design appropriate internal controls to mitigate the identified risks. As such, the risks should be prioritized, so that management can focus their initial attention on the greatest risks. Risks and related controls should be directly and clearly linked.

During the next audit, we will review the risk assessment documentation prepared by management. The results of this review will be part of the basis of our conclusions about the control environment of the entity.

Management's Comment

We concur in part. We concur that management of the department has not completed the process of formally assessing and documenting the department's risks of errors, fraud, waste, and abuse.

We do not concur that the department is not fulfilling its responsibility to formally assess and document the department's risks. The department is working on a comprehensive risk management plan. The management plan seeks to fulfill the risk assessment process as a component of internal control per audit standards and to fulfill accreditation standards. The

essential requirements of these objectives are the same. We consider the sharing of risk assessment tools and results to be the most effective and efficient method of complying with and reporting on the department's management of risk.

Management has begun the process of seeking accreditation from the Council on Accreditation in 2005. Accreditation standards require the department, in relevant part, to identify and reduce potential loss and liability and to conduct an internal assessment of overall risk at least annually. This assessment includes areas such as financial risk, compliance with legal requirements, contracting practices, security of information, conflicts of interest, and staff training regarding risk. Risk assessment planning and tools are in place and interviews are occurring. The department's management plan will address prior audit findings and will ensure that corrective actions recommended have been fully implemented. Management is requiring that each division discuss problems that can occur in practical terms and to prioritize those risks. The results of the risk assessment will be used by management to design and appropriate internal controls to mitigate the identified risks and will be presented to the State Continuous Quality Improvement (CQI) Team as a resource document.

Thus, both responsibilities will be met.

Accreditation by the Council on Accreditation is estimated to be a multiple year process. The department's Risk Management Plan is estimated to be in compliance within the calendar year and risk assessment will be an ongoing process.

Auditor's Comment

Management stated in its response to the finding that it had not completed the process of formally assessing and documenting the department's risks of errors, fraud, waste, and abuse. However, management further stated that it believes that it is fulfilling its responsibility to formally assess and document the department's risks. At no time during or after the audit did management provide any documentation of its efforts other than verbal statements that it was in the discussion phase of risk assessment. Management's comments further describe what it is and what it will be doing to develop a comprehensive risk management plan. Management states that it expects this plan to be completed within the calendar year. As stated in our recommendation we will review, during the next audit, the risk assessment documentation prepared by management. The results of this review will be part of the basis of our conclusions about the control environment of the entity.

Finding Number	06-DFA-05
CFDA Number	N/A
Program Name	N/A
Federal Agency	N/A
State Agency	Department of Finance and Administration
Grant/Contract No.	N/A
Finding Type	Reportable Condition
Compliance Requirement	None
Questioned Costs	None

The Department of Finance and Administration’s Office for Information Resources has not implemented adequate controls over information security within two areas

Finding

The Department of Finance and Administration’s Office for Information Resources has not implemented adequate controls over information security within two areas. The state’s *Enterprise Information Security Policies*, Section 9. Access Control Policy, requires that “Access to the State of Tennessee’s information resources shall be granted consistent with the concept of least privilege. All information processing systems owned by the State of Tennessee shall have an appropriate role-based access control system that ensures only legitimate users and/or systems have access to data resources that they are explicitly authorized to use.” The auditors observed significant conditions within two areas that violated this policy. Failure to consistently comply with this policy to provide such controls increases the risk that unauthorized individuals could access sensitive state systems and information.

The wording of this finding does not identify specific vulnerabilities that could allow someone to exploit the state’s systems. Disclosing those vulnerabilities could present a potential security risk by providing readers with information that might be confidential pursuant to Section 10-7-504 (i), *Tennessee Code Annotated*. We provided the department with detailed information regarding the specific vulnerabilities we identified as well as our recommendations for improvement.

This finding is a reportable condition for purposes of the State of Tennessee Single Audit of federal financial assistance. This wording will also appear in that report, which will be provided to the federal government pursuant to the procedures developed for reporting of Single Audit findings.

Recommendation

The Chief Information Officer over the Office for Information Resources should ensure that these conditions are remedied by the prompt development and implementation of effective controls (standards and procedures) to ensure compliance with stated policy. The Chief

Information Officer should ensure that these controls include on-going monitoring of their effectiveness. The Chief Information Officer should also take all other steps available to establish or improve any compensating controls until these conditions are remedied.

Management's Comment

We concur with this finding. OIR has taken significant steps to ensure adequate controls over information security are effective. OIR is working on compliance plans internally to help close the gaps between security policy and technology practice and to further refine the definition of risk, adequacy, "secure" and their associated internal control objectives. This action will include the development and implementation of effective controls (standards and procedures) to ensure compliance with stated policy. The remediation of the controls identified herein is targeted for completion by the end of April 2007.

Finding Number	06-DOT-04
CFDA Number	N/A
Program Name	N/A
Federal Agency	N/A
State Agency	Department of Transportation
Grant/Contract No.	N/A
Finding Type	Reportable Condition
Compliance Requirement	None
Questioned Costs	None

The department incorrectly recorded the same capital assets in the accounting records in multiple years and has not updated its infrastructure policy to reflect current practice, increasing the risk of misstatements in the state’s financial statements

Finding

The Department of Transportation’s finance office capitalized infrastructure asset amounts for the fiscal year ended June 30, 2006, which had already been capitalized in previous years. As a result, the department initially submitted an incorrect infrastructure schedule to the Department of Finance and Administration (F&A) for inclusion in the Tennessee Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2006. The department later submitted a revised schedule to F&A after the problems we identified were corrected. In addition, the department’s current practice for the classification of infrastructure and construction in progress capital assets does not reflect current policy.

The department’s finance office calculates “infrastructure and construction in progress capital asset amounts” for inclusion in the CAFR. The department uses the *Tennessee Department of Transportation, Guidelines for Reporting Infrastructure Assets*, which is derived from F&A’s Position Paper 10, “GASB 34 Implementation – Reporting Infrastructure Assets,” for determining when a capital asset should be classified as infrastructure or construction in progress. The guidelines state that “infrastructure assets are long-lived capital assets that usually are preserved for a greater number of years than most capital assets.” The department defines its infrastructure assets to include roadways and bridges. The department computes “construction in progress” (CIP) by accumulating expenditures for a given project in a CIP account until the project is completed.

We tested all 78 projects exceeding \$1.3 million that were reclassified from CIP to infrastructure for the fiscal year ended June 30, 2006, to determine if the reclassification was proper and in accordance with the department’s guidelines. We found the following problems in our testwork:

- For 16 of 78 projects tested (20%) totaling \$132,041,949, projects were reclassified to infrastructure after they had already been added to infrastructure in prior years, overstating the infrastructure amount initially reported to F&A. These errors

primarily occurred because department staff incurred additional costs for projects that had already been reclassified as infrastructure. Although a project may be substantially complete, incidental costs, such as landscaping fees, may still be incurred. However, instead of capitalizing only the additional costs incurred during the current fiscal year, the entire cost of the project was capitalized again. The infrastructure total was subsequently corrected by the department.

- For one of 78 projects tested (1%), the project was erroneously reclassified from CIP to infrastructure. This error resulted in a \$10,084,588 addition to infrastructure in the fiscal year ended June 30, 2006. The project was subsequently placed back into CIP.
- For 32 of 78 projects tested (41%), the finance office did not follow their own guidelines when reclassifying CIP to infrastructure. The department's guidelines require that a project's cost be reclassified from CIP to infrastructure after a completion notice for a project is issued by the department's engineers and sent to the department's fiscal office. For 14 of the projects totaling \$122,527,687, the completion date on the completion notice was prior to the fiscal year ended June 30, 2006; therefore, 14 projects should have been reclassified to infrastructure in prior fiscal years but were instead reclassified to infrastructure in fiscal year 2006. For 9 of the projects totaling \$118,774,358, the completion date according to the completion notice was in the fiscal year ending June 30, 2007, but the finance office reclassified the project to infrastructure in the fiscal year ended June 30, 2006. For the remaining 9 projects totaling \$197,072,148, the finance office did not have completion notices on file, but the projects were reclassified to infrastructure anyway. As discussed below, we ultimately agreed with the department's decision to reclassify these projects as infrastructure; however, management did not follow its guidelines.

Based on discussions with the Director of Finance, the discrepancies noted in the reclassification of projects from CIP to infrastructure occurred because the department's actual practice is to reclassify a project as infrastructure when the project is substantially complete and traffic is flowing. According to the Director of Finance, the problem with using the completion notices as evidence of a project's completion is that there are often long delays between when a project has been completed and when the completion notice is received by the finance office. In addition, the director disclosed that the finance office uses inquiries of departmental employees in the regional offices and an examination of the fiscal records to determine when a project has been completed and traffic is flowing. We agree that the department's current practice is appropriate since the completion notices have not proved to be a reliable tool. For the 18 projects where a completion notice was not received in the finance office by June 30, 2006, we reviewed each project's status with staff in the finance office and agreed that the project was completed and should have been reclassified as infrastructure. However, the department has not changed its guidelines to reflect this current practice.

We also tested all 93 projects exceeding \$1.4 million that were still classified as CIP for the fiscal year ended June 30, 2006, to determine if the classification was proper. Specifically,

we analyzed each of these 93 projects in CIP to determine whether the project was still in progress or whether the project was substantially complete with traffic flowing.

We found the following problems in our testwork:

- For 3 of 93 projects tested (3%) totaling \$31,181,349, there was sufficient evidence that the projects were completed and should have been reclassified from CIP to infrastructure. The department overlooked these three projects during the reclassification process, but subsequently reclassified these 3 projects as infrastructure when we informed them of the problem.

The Department of Transportation reported approximately \$17.8 billion in infrastructure capital assets and \$1.2 billion in construction in progress capital assets that were included in the state's financial statements for the fiscal year ended June 30, 2006. It is important that the department's guidelines reflect actual practice to ensure all fiscal personnel have a clear understanding of asset classification criteria. Without up-to-date policies and proper procedures including determining when a project has already been reclassified from CIP to infrastructure, there is an increased risk of misstatements occurring in the state's financial statements.

Recommendation

The Commissioner and Director of Finance should revise the *Tennessee Department of Transportation, Guidelines for Reporting Infrastructure Assets* to reflect the current practice of reclassifying assets from construction in progress to infrastructure based on when assets are substantially complete and traffic is flowing. The Director of Finance should consult the appropriate personnel with the Division of Accounts at F&A so any necessary changes can be made to F&A Position Paper 10 which also contains guidelines for the classification of infrastructure and construction in progress. In addition, the Director of Finance and staff should perform an analysis of the problems identified in this audit regarding the computation of infrastructure and construction in progress and consider if additional procedures are necessary to ensure capital assets are classified in a consistent manner and not recorded in the financial statements more than once. Management should include the risks noted in this finding in management's documented risk assessment.

The Commissioner should also ensure that other risks of improper accountability, noncompliance, fraud, waste, or abuse are adequately identified and assessed in management's documented risk assessment. Management should implement effective controls to ensure compliance with applicable requirements and assign staff to be responsible for ongoing monitoring of the risks and mitigating controls. Management should take appropriate action if deficiencies occur.

Management's Comment

We concur. The department's, *Guidelines for Reporting Infrastructure Assets*, have been revised to reflect the current practice of reclassifying assets from construction in progress to infrastructure based on when assets are substantially complete and traffic is flowing. In addition, Finance and Administration (F&A) has been contacted concerning changes appropriate for Position Paper 10, *GASB 34 Implementation, Reporting Infrastructure Assets*.

On November 3, 2006, a change request to the Office for Information Resources was initiated to update TDOT STARS. This change request will add six additional edits to the TDOT STARS accounting system to ensure capital assets are not recorded in the financial statements more than once.

Finding Number	06-TSAC-01
CFDA Number	N/A
Program Name	N/A
Federal Agency	N/A
State Agency	Tennessee Student Assistance Corporation
Grant/Contract No.	N/A
Finding Type	Reportable Condition
Compliance Requirement	N/A
Questioned Costs	N/A

TSAC management failed to maintain adequate controls and oversight of entries to its accounting records increasing the risks of errors in financial statements and the possibility that fraud, waste, and abuse could occur and not be detected timely

Finding

Management and staff of the Tennessee Student Assistance Corporation (TSAC) did not have adequate controls over its accounting records and accounting system. There were inadequate reviews of the accounting records, there was no management oversight and approval of the accounting manager’s journal entries, and the accounting manager did not perform periodic reconciliations between the corporation’s general ledger and subsidiary records. As a result, there were errors in account balances that were not detected in a timely manner, incorrect adjustments were made to the accounting records, and the corporation’s financial statements contained significant misstatements.

TSAC administers state supported programs of student financial aid in conformity with Acts of the Tennessee General Assembly and applicable Federal laws and regulations. TSAC personnel also perform such other duties as may from time to time be required by the General Assembly or the Governor.

TSAC’s accounting system is designed to measure economic activities of the student financial aid programs and summarizes and reports information about these activities to internal and external decision makers. Management maintains the detailed financial aid records in the system’s subsidiary ledgers which supports the corporation’s general ledger.

Based on our review and testwork, we found that TSAC’s accounting manager failed to record prior year adjustments to the general ledger which resulted in an incorrect beginning balance in the loan receivable account for the Minority Teaching Fellows Program. Specifically, we found that the general ledger’s beginning balance in the program’s loan receivable account was overstated by \$1,572,951, the interest receivable account was understated by \$489,490, the cumulative note cancellation expense account was understated by \$1,083,357, and the cumulative interest cancellation expense account was understated by \$104. The errors are due to the accounting manager’s failure to reflect the effects of prior year note and interest cancellation activities in the balances brought forward.

We also found that the accounting manager failed to properly record the program's note cancellations during the year which resulted in an additional understatement of \$736,381 in the program's note cancellation expense account. The result was that the ending balance of cumulative note cancellation expense account was understated by \$1,819,738.

Furthermore, after becoming aware of the above problems, management did not investigate and resolve the errors before preparing the corporation's financial report and submitting it for audit. Although there were errors of a similar nature in other program accounts, they did not result in significant misstatements of the financial statements. According to the associate executive director for business affairs, the accounting manager posted the account balances, prepared and recorded adjusting journal entries in the general ledger, and submitted the financial report for audit without the associate executive director's review or approval.

The failure to properly assess risks and develop mitigating controls such as reviewing the accounting records, periodically reconciling the general ledger balances with subsidiary account ledgers, and requiring review of the accounting manager's adjustments to the accounting records increases the risk that errors in financial reporting could occur and not be detected timely. Furthermore, the lack of adequate risk assessments and mitigating controls increases the opportunities for fraud, waste, and abuse.

Recommendation

The executive director should ensure that the corporation maintains an adequate system of internal controls in order to mitigate the risks of errors and misstatements in the accounting records. Entries to the accounting records should be supported by adequate supporting documentation and there should be formal written procedures developed to assign responsibility for reviewing general ledger balances, approving adjusting journal entries, and reviewing the financial statements for accuracy and completeness. In addition, the associate executive director for business affairs should ensure that the subsidiary ledger account balances are reconciled with the general ledger on a periodic basis. The reconciliations should include reconciling the beginning balance, receipts, disbursements, cancellations and ending balance. Any resulting adjustments should be prepared, reviewed, and recorded promptly. By performing these tasks, the risks of errors and misstatements in the accounting records should be mitigated.

Top management should ensure that risks such as these noted in this finding are adequately identified and assessed in its documented risk assessment activities. Management should identify specific staff to be responsible for the design and implementation of internal controls to prevent and detect exceptions timely. Management should also identify staff to be responsible for ongoing monitoring for compliance with all requirements and taking prompt action should exceptions occur.

Management's Comment

We concur. Prior to the conclusion of the audit, immediate corrective actions were implemented by senior TSAC management to improve the internal controls of the agency in order to mitigate the risks of errors and misstatements in accounting records.

A management action plan for Fiscal Year 2006-2007 has been developed to address the observations in the finding. It includes improved reviews of properly documented accounting records, monthly reconciling of general ledger balances with subsidiary account ledgers, and prior approval for any adjustments. A General Ledger Adjusting Journal Entry Log has been implemented for FY 2006-2007 for this purpose.

TSAC management, working with staff, will ensure risks are adequately identified and assessed in its documented risk assessment activities in order to prevent and detect exceptions in a timely manner.

State of Tennessee
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2006
(continued)

Section III – Federal Award Findings and Questioned Costs

Finding Number	06-LWD-01
CFDA Number	17.245
Program Name	Trade Adjustment Assistance-Workers
Federal Agency	Department of Labor
State Agency	Department of Labor and Workforce Development
Grant/Contract No.	TA-12719-03-55, TA-13522-04-55, TA-14407-05-55, TA-15328-06-55
Finding Type	Reportable Condition and Noncompliance
Compliance Requirement	Reporting
Questioned Costs	None

Supervisors failed to properly monitor the preparation of the federal reports for the Trade Adjustment Assistance program and therefore did not reduce the risk that the reports would contain incorrect information

Finding

As noted in the previous audit, the department submitted the Trade Act Participant Report (TAPR) files to the U.S. Department of Labor without any supervisory review. In addition, the department submitted the quarterly *Employment and Training Administration* (ETA) 563 *Quarterly Determinations, Allowance Activities and Reemployment Services Under the Trade Act* report to the U.S. Department of Labor without a documented supervisory review. Also, we could not verify information contained in the Trade Act Participant Report (TAPR) files.

The Trade Adjustment Assistance (TAA) program assists individuals who become unemployed due to the effects of foreign competition. This program provides participants either with training to enable them to enter a new trade or business, or additional unemployment benefits if training is deemed to not be practicable. The program staff pays participants a weekly trade readjustment allowance and provides for job skills training from local educational institutions, if the participants can benefit from the training. If training is available, but not within a normal commuting distance, the program will provide a travel and subsistence allowance. The program also provides participants with a job search allowance and a relocation allowance if needed.

The U.S. Department of Labor requires the department to report quarterly on the program's performance. According to the U.S. Department of Labor, Employment and Training Administration, Trade Act Participant Report (TAPR): General Reporting Instructions and Specifications:

Grantees [states] are required to maintain standardized individual records containing characteristics, activities and outcomes information for all individuals who receive services or benefits financially assisted by the Trade Adjustment Assistance (TAA) program.

The primary purposes of the TAPR are to:

1. Establish a standardized set of data elements, definitions, and specifications that can be used to describe the characteristics, activities, and outcomes of individuals served by the TAA program;
2. Facilitate the collection and reporting of valid, consistent, and complete information on an individual in order to support the overall management, evaluation, and continuous improvement of the programs at the local, state, and federal levels; and
3. Share program performance results with consumers, taxpayers, Congress and others with an interest in the TAA program.

The TAPR establishes a core set of data that must be collected and maintained by grantees. These records are comprised of client information that is matched to outcome information obtained from Unemployment Insurance (UI) and other administrative wage records, or from other supplemental data sources as appropriate. . . . Electronic TAPR files are due to ETA no later than 45 calendar days after the end of each quarter of reporting. Each TAPR file must consist of individual records for all TAA participants who have exited [the program] during a particular quarter.

During the fiscal year ending June 30, 2006, an Unemployment Insurance Specialist prepared, reviewed, and submitted the quarterly TAPR files on participants that exited the TAA program between July 1, 2003, and June 30, 2004, with no documented supervisory review.

Management concurred with the prior audit finding and stated, "Future TAPRs will be prepared by a staff person and reviewed by the Acting Director of Job Service Program Support, prior to submission to the United States Department of Labor." However, a documented supervisory review was not implemented until after August 2006 due to changes in staff.

States are required to review the accuracy of their TAPR records through data validation software provided by the ETA. This validation is performed annually. The *Employment and Training Administration (ETA) TAA Data Validation Handbook* states:

Data element validation confirms the accuracy of key data elements in the TAPR by examining a sample of participant records to assess whether the data in the sampled records are correct. When a record is selected for validation, state staff compare specified data elements in the TAPR record to source documentation for that participant....Error rates are computed by determining the degree to which the accuracy of selected data elements is supported by evidence in the case files or by other sources (such as wage records).

The Department of Labor and Workforce Development performs an annual data validation on the data reported in the quarterly TAPR files. We reviewed the most recent federally mandated annual data validation for the year ended June 30, 2004, which evaluated 155 cases of participants that exited the program from July 1, 2003, to June 30, 2004. These cases were selected at random by the U.S. Department of Labor. In determining the accuracy of the data used to complete the TAPR, the U.S. Department of Labor tested seventeen data elements. These data elements include information such as veteran status, dislocation date, and completion of training. The U. S. Department of Labor considers error rates above 5% to be unacceptable. The error rates for the Department of Labor and Workforce Development's review ranged from 0% to 74.5%. Specifically, five data elements contained an error rate above 5%. In the prior audit, ten data elements contained an error rate above 5%. Because of the large error rate on the annual data validation and the computer programming errors, we could not determine the accuracy of the data compiled for the quarterly TAPR files for fiscal year ending June 30, 2006.

Management also stated in its response to last year's finding that it was developing a more integrated system {EMILE} for gathering the necessary information for the report. At that time, management expected to have the project completed by June 2006. The department later decided to use eCMATS (enhanced Consolidated Management and Tracking System); a more cost efficient system. Management expected this project to be completed by July 2006; however, the department did not complete the project until November 1, 2006. As a result, the department will not be able to submit the report to the U.S. Department of Labor using the new system until March 2008.

The U. S. Department of Labor requires the department to submit the *Employment and Training Administration (ETA) 563 Quarterly Determinations, Allowance Activities and Reemployment Services Under the Trade Act* report quarterly. The report lists the quarterly activities of each mass layoff petition that has been filed in the state. The Assistant Director of Unemployment Benefit Operations and Technical Services oversees the submission of the ETA 563 report. Like the TAPR report, we found no evidence that the Assistant Director of Unemployment Benefit Operations and Technical Services reviewed the report before the Statistical Analyst III submitted it to the grantor. We were unable to determine the accuracy of any of the information on the report for the quarter ended June 30, 2006 because of a lack of supporting documentation. In the process of gathering supporting documentation for the report, an Information Systems Consultant discovered errors in the data. We were told by the Assistant Administer of Employment Security that parts of the ETA 563 report that contained errors were corrected and resubmitted; however, the Assistant Administer of Employment Security did not provide this documentation by the end of fieldwork.

The lack of effective controls over TAA reporting increases the risk that the department will submit unreliable reports. Without reliable information about program activities, management cannot know if it is achieving the required objectives of the program and the risk of reporting inaccurate information to federal officials is increased.

Recommendation

The Commissioner should instruct the Administrator of the Employment Security Division and the Administrator of Information Technology to work together for the rapid deployment of the new computer application that will be used to prepare the Trade Act Participant Report (TAPR) files and the quarterly *Employment and Training Administration (ETA) 563 Quarterly Determinations, Allowance Activities and Reemployment Services Under the Trade Act* report. The Director of Job Services Program Support should consider performing a data validation of the TAPR each quarter and the Director of Job Services Program Support should ensure that all information is accurate. Until the error rates decline, the Commissioner should instruct the Director of Job Services Program Support to review the report and provide the Administrator of the Employment Security Division with assurance that the Director has reviewed the report and the information is accurate. In addition, the Assistant Director of Unemployment Benefit Operations and Technical Services should perform a documented review of the quarterly ETA 563 reports prior to submitting the reports to the grantor to reduce the risk that the reports would contain incorrect information.

Management should ensure that other risks are adequately identified and assessed in management's documented risk assessment activities. Management should identify specific staff to be responsible for the design and implementation of internal controls to adequately mitigate those risks and to prevent and detect exceptions timely. Management should also identify staff to be responsible for ongoing monitoring for compliance with all requirements and management should take prompt action should exceptions occur. All controls and control activities, including monitoring, should be adequately documented.

Management's Comment

We concur that some Trade Act Participant Reports (TAPR) and ETA 563 Reports have contained incorrect information.

We appreciate the fact that the auditors recognized steps the department has taken to improve the process that produces the TAPR. As of August 2006, there is a documented supervisory review in place. The 2006 TAPR data validation had fewer significant data element errors than the 2005 TAPR data validation, and the largest of these, 74.5%, was caused by the insertion of zeros in fields that the computer expected to be blank. (As only ones and twos represented valid outcomes—completed training or did not complete training, it did not matter whether a field contained a blank or a zero to indicate that the person was still in training or did not participate in training.) Since November 1, 2006, the TAA program has been running on

eCMATS, which will provide a more integrated system for gathering the necessary information for the TAPR.

Regarding the ETA 563, the Assistant Director of Unemployment Benefit Operations and Technical Services explained to the auditors his process for reviewing the report. He reviewed the information on-line and communicated any concerns with Information Technology staff. After corrections are made and the report is verified by an edit check, the report is sent. The Assistant Director reviews the revised report to assure that all problems are corrected. Because most of this communication was electronic, there is little documentation of what occurred.

Employment Security Division staff are working with Information Technology staff to address the programming issues that produce the incorrect information. The ability to address the programming issues is affected by the availability of both monetary and staff resources to apply to these issues and other priorities of the Department.

Finding Number	06-DEC-01
CFDA Number	66.458
Program Name	Capitalization Grants for Clean Water State Revolving Funds
Federal Agency	Environmental Protection Agency
State Agency	Department of Environment and Conservation
Grant/Contract No.	N/A
Finding Type	Reportable Condition
Compliance Requirement	Reporting
Questioned Costs	None

Staff of the Department of Environment and Conservation did not properly prepare the Clean Water State Revolving Fund Annual Report for the year ended June 30, 2006, which resulted in the U.S. Environmental Protection Agency not having reliable information to use in its review of the fund

Finding

The State Revolving Fund Loan Program Division of the Department of Environment and Conservation made numerous errors in the preparation of its annual report required by the U.S. Environmental Protection Agency. The U.S. Environmental Protection Agency awards grants to states to create and maintain Clean Water State Revolving Funds to: (1) enable states to encourage construction of wastewater treatment facilities to meet the requirements of the Clean Water Act; (2) increase the emphasis on pollution control and protection of estuaries; and (3) establish permanent financing institutions in each state to provide continuing sources of financing to maintain water quality. Tennessee’s Clean Water State Revolving Fund provides loans to local governments and utility districts (subrecipients).

The Tennessee Local Development Authority (TLDA) administers the Clean Water State Revolving Fund, but the Department of Environment and Conservation (the department) oversees the detailed functions including the approval of payments to subrecipients, the drawdown of grants funds, the preparation of the annual report, and other responsibilities. The *Code of Federal Regulations*, Section 40, Part 35.3165(a), requires the submission of an annual report to the U.S. Environmental Protection Agency.

We found the following errors during our testwork on the annual report prepared by the department for the year ended June 30, 2006:

Description of Misstated Amount	Reported Amount	Correct Amount	Overstated / (Understated)
Total capitalization grants awarded for the year ended June 30, 2006	\$15,653,781	\$15,766,858	\$(113,077)

State funds deposited in the Clean Water State Revolving Fund for the year ended June 30, 2006	\$3,153,496	\$3,089,874	\$63,622
Total state funds appropriated for the Clean Water State Revolving Fund as of June 30, 2006	\$81,809,480	\$81,288,662	\$520,818
Total interest and loan repayments received for the year ended June 30, 2006	\$48,182,877	\$44,182,877	\$4,000,000
Total federal and state-match disbursements for the year ended June 30, 2006	\$44,214,777	\$44,391,171	\$(176,394)
Total disbursements to loan recipients for the year ended June 30, 2006	\$43,540,346	\$43,653,346	\$(113,000)
Total state appropriations used to match administrative costs as of June 30, 2006	\$956,188	\$1,846,052	\$(889,864)
Total state funds provided as of June 30, 2006	\$81,809,480	\$83,134,714	\$(1,325,234)
Actual binding commitment total as of June 30, 2006	\$759,415,791	\$777,638,862	\$(18,223,071)

These errors resulted in total misstatements of \$25,425,080 in the annual report for the year ended June 30, 2006. A revised report was submitted to the U.S. Environmental Protection Agency after the conclusion of the audit. We reviewed the revised report and concluded that the department made the appropriate revisions.

These misstatements were discussed with the department's Environmental Program Manager. The Environmental Program Manager stated that there had been recent turnover in his section which led to different staff working on the annual report for the first time. Also, we noted no evidence of a supervisor's review of the annual report. A review by a supervisor might have led to the detection of the errors in the annual report. In addition, the department has not completely documented the process used to prepare the annual report. It is important that the annual report preparation process be formalized to provide:

- a working plan for staff in future years as personnel changes such as turnover or retirements result in new staff preparing the annual report,
- a guide—to serve as a checklist—to ensure that all appropriate information is gathered and accurately presented,

- documentation of sources of data presented in the annual report, and
- year-to-year consistency.

When the annual report is not accurately prepared in a consistent manner, staff with the U.S. Environmental Protection Agency do not have reliable information to use in their review of the fund's performance and its compliance with applicable federal regulations.

Recommendation

The Commissioner of Environment and Conservation and the Environmental Program Manager should ensure that future annual reports are properly prepared. The Environmental Program Manager should also ensure that written procedures are developed for the preparation of the annual report in order to provide accurate and complete information to the U.S. Environmental Protection Agency. These procedures should include a supervisor's review of the annual report before submission, a description of the sources of data, the method for compilation of amounts, and any necessary reconciliations to other accounting reports to ensure consistency of amounts reported.

The Commissioner should ensure that other risks of improper accountability, noncompliance, fraud, waste, or abuse are adequately identified and assessed in management's documented risk assessment. Management should implement effective controls to ensure compliance with applicable requirements, assign staff to be responsible for ongoing monitoring of the risks and mitigating controls, and take action if deficiencies occur.

Management's Comment

We concur with the finding. By way of a response, we offer the following comments:

- The basis of the audit, the FY2006 CWSRF Annual Report for program activities occurring from July 1, 2005 through June 30, 2006, was required to be sent to the Environmental Protection Agency (EPA) by September 30, 2006, i.e., within 90 days after the close of the state's fiscal year. The FY2006 CWSRF Annual Report was mailed to EPA on September 25, 2006.

The CWSRF Annual Report is prepared using data and input from multiple outside sources in addition to the CWSRF Loan Program staff – the Tennessee Department of Environment and Conservation's Division of Fiscal Services, the Office of the Tennessee Comptroller of the Treasury, the Tennessee Treasury Department, the Tennessee Department of Finance and Administration, etc., each with their own timetable for finalizing annual and quarterly data. Therefore, based on past experience with the gathering of information from these other departments/divisions/offices, the CWSRF Loan Program acknowledges that some of the information contained in the September 30 report is preliminary. We failed to note the preliminary information as preliminary. Steps have been taken to insure that

all preliminary information in future reports is labeled as preliminary until final figures are provided. The CWSRF Loan Program has always provided updated information to the EPA as it became available.

- The CWSRF Loan Program has implemented corrective actions to ensure that the errors noted in the draft audit report do not happen again by formalizing a standard operating procedure identifying source documents, responsible parties for supply data, and electronic reports for use in preparation of the CWSRF Annual Report. The report will be reviewed by the supervisor to insure that the information is correct.
- We would like to point out that some of the errors noted in the audit report were the result of the audit staff using more current data than that available for the September 25, 2006 CWSRF Annual Report.
- EPA completed its annual review of the total CWSRF Loan Program including administrative, financial, and technical processes, procedures, and documents in December 2006 with no comments.

Finding Number	06-DOE-01
CFDA Number	84.048
Program Name	Vocational Education_Basic Grants to States
Federal Agency	Department of Education
State Agency	Department of Education
Grant/Contract No.	RA4
Finding Type	Reportable Condition and Noncompliance
Compliance Requirement	Period of Availability
Questioned Costs	\$29,680

The department incurred grant expenditures related to the 2003-2004 Carl D. Perkins Vocational and Technical Education Grant and charged the federal government \$29,680 after the grant's period of availability ended resulting in federal questioned costs

Finding

The department's Executive Director of the Office of Business Services did not adequately monitor expenditures charged to the 2003-2004 Carl D. Perkins Vocational and Technical Education Grant, and as a result, staff continued to incur grant expenditures and drawdown federal funds totaling \$29,680 after the federal period of availability ended.

According to the U. S. Department of Education (ED), the period of availability for this grant was July 1, 2003, through September 30, 2005. ED's Office of Vocational and Adult Education sent a memo dated January 17, 2005, to the department reminding them that "Federal funds awarded to your state from the U.S. Department of Education appropriation for Fiscal Year (FY) 2003 will become unavailable for your state to make any further obligations after September 30, 2005, *the end of the time period established by the Tydings Amendment.*"

We reviewed all expenditures charged to the grant after September 30, 2005, to determine whether the funds were properly obligated before September 30, 2005. We determined that 6 of the 24 expenditures (25%) were obligated after September 30, 2005, and should not have been charged to the grant. Federal questioned costs totaled \$29,680.

When the Executive Director does not adequately monitor expenditures to ensure only available federal funds are requested from grantors, the department must refund unauthorized drawdowns to the grantors, and the state may be forced to fund the additional expenditure if other funding cannot be secured.

Recommendation

The Executive Director of the Office of Business Services should ensure that only expenditures properly obligated during the period of availability are charged to grants. Also, the Executive Director should ensure that other risks are identified and assessed in management's

documented risk assessment. Management should implement effective controls to ensure compliance with applicable requirements and should assign staff to be responsible for on-going monitoring of the risks and mitigating controls. Management should take appropriate action if deficiencies occur.

Management's Comment

The department concurs that expenditures totaling \$29,679.98 were paid with Fiscal Year 2003-2004 Carl D. Perkins Vocational and Technical Education federal grant funds for obligations made during October 2005, which was after the period of obligation that ended September 30, 2005.

The questionable costs of \$29,679.98 were refunded against the FY 2003-2004 grant and paid with federal funds from the FY 2005-2006 Carl D. Perkins Vocational and Technical Education grant as they were allowable costs for that grant award and were obligated within the July 1, 2005, to September 30, 2007, period of the FY 2005-2006 grant.

To improve the internal controls for federal grant expenditures, the Office of Business Services has implemented additional procedures to address the issues. First, a process has been established for management to conduct monthly reviews to monitor the grant expenditure activity reports to ensure that expenditures are for obligations incurred within the appropriate grant period. Second, additional mandatory federal grants management training has been established for all accounting and financial support staff involved in the processing of grant payments. Third, the Office of Business Services has identified federal grants management risk factors in the department's Risk Assessment Plan and provided recommendations for mitigating controls that are being evaluated and implemented. The department believes these actions will provide the internal controls necessary to ensure compliance with the applicable requirements.

Finding Number	06-DHS-01
CFDA Number	84.126
Program Name	Rehabilitation Services_Vocational Rehabilitation Grants to States
Federal Agency	Department of Education
State Agency	Department of Human Services
Grant/Contract No.	H126A050063, H126A060063
Finding Type	Noncompliance
Compliance Requirement	Eligibility
Questioned Costs	None

For the second year, the Division of Rehabilitation Services has not always documented its compliance with the 60-day requirement to obtain client agreement to further delays in eligibility decisions and, as a result, has not complied with federal regulations

Finding

As noted in the prior audit, the Division of Rehabilitation Services has not always documented its compliance with federal regulations governing client eligibility for Vocational Rehabilitation Services. Vocational Rehabilitation Services include physical and mental restoration as well as job readiness training. When the division's eligibility counselors are unable to make an eligibility determination within 60 days as required by federal regulations, the federal regulations and departmental policy require the division's eligibility counselors to notify the client to obtain the client's agreement to extend the time for making the eligibility decision.

Management concurred with the prior year audit finding and stated that on September 7, 2005, they implemented a corrective action plan that had been approved by the {federal} Rehabilitation Services Administration (RSA). This corrective action plan, which was the result of a similar finding cited by the RSA in its report dated July 24, 2005, included corrective actions such as: in-service training for counselors; obtaining input from field staff on strategies to increase compliance; increased supervisory review for the 60-day requirement; and on-going assessments by quality assurance staff to assess compliance. The Director of the Division of Vocational Rehabilitation stated that in some offices, a specific person had been designated to monitor compliance with the 60-day client eligibility determination requirement and staff training was conducted at staff meetings. However, the director also cited high staff turnover as a primary reason for continued noncompliance.

Our current testwork included a review of 67 client case files. Of the 67 client case files tested, staff had performed the eligibility determinations for 16 client case files prior to the implementation of the corrective action plan. For the remaining 51 client case files tested, staff performed eligibility determinations after the correction action plan was implemented. The results of our testwork were as follows:

Eligibility Determinations Made Before Corrective Action

- In 6 of 16 client case files tested (38%), the counselor had not notified the client that eligibility could not be determined within 60 days of application for vocational rehabilitation services and the counselor had not requested a specific extension of time. In one of the 20 client files, the counselor requested an extension; however, there was no evidence that the counselor and the client agreed to the specific extension of time.

Eligibility Determinations Made After Corrective Action

- In 8 of 51 client files tested (16%), the counselor had not notified the client that eligibility could not be determined within 60 days of application for vocational rehabilitation services and the counselor had not requested a specific extension of time. In one of the 51 client files, the counselor requested an extension; however, there was no evidence that the counselor and the client agreed to the specific extension of time.

The *Code of Federal Regulations*, Title 34, Part 361, Section 41(b)(1), states:

Once an individual has submitted an application for vocational rehabilitation services . . . an eligibility determination must be made within 60 days, unless-- (i) Exceptional and unforeseen circumstances beyond the control of the designated State unit preclude making an eligibility determination within 60 days and the designated State unit and the individual agree to a specific extension of time; or (ii) An exploration of the individual's abilities, capabilities, and capacity to perform in work situations is carried out . . .

The department's *Vocational Rehabilitation Program Manual* states:

If an eligibility decision cannot be made within 60 days, the counselor must notify the client of exceptional and unforeseen circumstances and request agreement to extend the time for making the eligibility decision.

When the Division of Rehabilitation Services counselor is unable to meet the 60-day federal eligibility determination requirement, does not notify the client to obtain an agreement to extend the determination period, and/or does not document the counselor/client agreement of an extension, the division has failed to comply with federal regulations. Also, as a result of delays in eligibility determination, clients may be delayed in receiving needed rehabilitation services.

Recommendation

The Director of the Division of Vocational Rehabilitation should ensure that Vocational Rehabilitation personnel improve their efforts to complete the vocational rehabilitation eligibility determination within the 60-day timeline. When the determination cannot be made within this time period due to circumstances outlined in the *Code of Federal Regulations*, the Director

should take steps to better ensure that all counselors notify the client that eligibility could not be determined within 60 days of application for vocational rehabilitation services and request an extension of time. The Director of the Division of Vocational Rehabilitation should also ensure that counselors document the counselor/client agreements when extending the eligibility determination period.

Also, management should ensure that other risks are adequately identified and assessed in management's documented risk assessment activities. Management should identify specific staff to be responsible for the design and implementation of internal controls to adequately mitigate those risks and to prevent and detect exceptions timely. Management should also identify staff to be responsible for ongoing monitoring for compliance with all requirements and taking prompt action should exceptions occur. All controls and control activities, including monitoring, should be adequately documented.

Management's Comment

We concur. The Division began implementation of a corrective action plan in regards to compliance with the 60 Day Eligibility rule in September, 2005. The nature of non-compliance with this rule is that non-compliance cannot be "corrected" once it has occurred. As a result, true improvement can only be evaluated by looking at application dates after the September, 2005 time period. The finding itself notes a dramatic reduction in non-compliance % in comparing those cases with applications prior to October 1, 2005 to those after that date, from 38% to 16% respectively.

The Division has made tremendous improvement in its compliance with this issue and is continuing to focus on maintaining our improved performance via ongoing training, monitoring, reporting, and discipline when appropriate. Relative to risk assessment of this activity, it is an issue of counselor accountability for program compliance and quality services. The Division has just completed training with its supervisory staff relative to communication and accountability relative to client service delivery. Reviews by supervisors and quality assurance staff will continue, but the emphasis is on personal accountability, responsibility and discipline at the appropriate level(s) for non-compliance issues.

The Division's supervisory staff are being charged with increased involvement in the review of eligibility determinations, specifically the 60-day requirement and the requirement that the individual must agree to a specific extension of time beyond the 60 days to determine eligibility and with taking appropriate disciplinary actions when non-compliance issues are detected.

The Division's Quality Assurance staff will continue to conduct on-going assessments of eligibility determinations, specifically the 60-day requirement and the requirement that the individual must agree to a specific extension of time beyond the 60 days to determine eligibility to assess compliance.

The Division's information management system (TRACTS) has been structured to provide VR counselors with a listing (master list) of all applicant service records (status 02) with a column reflecting the “number of days in status.” This information is retrievable by VR counselors on-line and is current on a daily basis.

Management has always been concerned with monitoring, identifying, assessing and mitigating risk. We continually check and refine our program controls to address areas of potential risk. Further, management has undertaken a Department-wide risk assessment to reevaluate all areas of the Department’s risk.

Finding Number	06-DHS-06
CFDA Number	84.126
Program Name	Rehabilitation Services–Vocational Rehabilitation Grants to States
Federal Agency	Department of Education
State Agency	Department of Human Services
Grant/Contract No.	H126A050063, H126A060063
Finding Type	Reportable Condition and Noncompliance
Compliance Requirement	Allowable Costs/Cost Principles
Questioned Costs	\$1,480

The department did not mitigate the risk of charging unnecessary costs associated with unused telephone lines to federal grants resulting in federal questioned costs of over \$4,200

Finding

The Director of Office Services did not ensure that her staff routinely monitored the use of the department’s telephone lines and as a result federal programs were inadvertently billed to recover administrative costs associated with telephone lines within the department. However, department staff had not used these phone lines to make outgoing long-distance phone calls for the period September 2004 through June 2006.

The department requests telephone service through the Department of Finance and Administration (F&A). F&A bills DHS each month for the total number of phone lines requested by the department. Management of the department is responsible for monitoring the department’s telephone line usage and informing F&A when lines are no longer needed. Upon notice, F&A begins the process of terminating the phone line and discontinuing the billing for the terminated lines.

As a result of audit testwork performed by our office at the Department of Finance and Administration on phone lines of several departments, we performed analytical procedures and found that for the period September 2004 through June 2006, the Department of Human Services had 657 telephone lines which had not been used to make any outgoing long-distance phone calls. We selected a sample of 25 of the 657 phones lines to determine whether the phone lines were in use by the department. We found that for 18 of 25 telephone lines tested (72%), there was no evidence the department was currently using the phone line. We also provided the results of our testwork to the Director of Office Services for follow-up. In September 2006, the Director of Office Services stated that a request had been submitted to F&A to terminate the apparent unused telephone lines. The department paid \$4,900 for the year ended June 30, 2006, for the 18 phone lines. Of this amount, the department drew down federal administrative costs of \$521 from the State Administrative Matching Grants for Food Stamp Program and \$782 from the Vocational Rehabilitation Program. We believe the likely federal question cost associated with this condition for each of the two federal programs exceeds \$10,000, and as such, we are required by the federal Office of Management and Budget Circular A-133 to report this condition

as a finding. The remaining \$3,597 was funded either with state funds or other federal programs. Amounts charged to other individual federal programs did not exceed \$10,000.

Also, we learned that the department's Internal Audit section had performed a review of phone lines in Hamilton County. Upon reviewing that report, we noted an additional 42 phone lines for which the Hamilton County staff had not made any outgoing long-distance calls. We asked the Director of Office Services to follow-up on these 42 and as a result of this follow-up, the Director requested F&A to terminate 41 of those lines because they were not used; the remaining line was in use. The department paid \$15,205 for the year ended June 30, 2006, for the 41 phone lines which were terminated. Of this amount, the department drew federal administrative costs of \$2,247 from the State Administrative Matching Grants for Food Stamp Program and \$698 from the Vocational Rehabilitation Program.

Payments for unused telephone lines do not meet the reasonable criteria for allowable costs according to Office of Management and Budget Circular A-87, Cost Principles for State, Local, and Indian Tribal Governments, Attachment A, Section C.2. The circular states, "A cost is reasonable if, in its nature and amount, it does not exceed that which would be incurred by a prudent person under the circumstances prevailing at the time the decision was made to incur the cost. The question of reasonableness is particularly important when governmental units or components are predominately federally funded."

Recommendation

The Director of Office Services should periodically review the department's telephone line usage and request F&A to terminate any unused lines. The Director should also ensure corrective action is taken to address the department's internal audit report and should resolve any outstanding issues promptly. Also, the department should not bill the federal government for unnecessary/unreasonable costs.

Management should ensure that other risks are adequately identified and assessed in management's documented risk assessment. Management should identify specific staff to be responsible for the design and implementation of internal controls to adequately mitigate those risks and to prevent and detect exception timely. Management should also identify staff to be responsible for on-going monitoring for compliance with all requirements and management should take prompt action should exceptions occur.

Management's Comment

We concur. The Department does have controls in place to monitor telephone line usage and identify inactive telephone lines. After verifying inactivity DHS will request the Department of Finance and Administration to terminate that telephone line.

This task was complicated during the audit period because a number of initiatives within DHS resulted in the authorized position count climbing from 5,281 in fiscal year 2005 to 5,814

during fiscal year 2006. The authorized position count then fell to 5,585 for the fiscal year 2007. Therefore the “point in time” telephone survey employed may not be indicative of telephone usage throughout the entire year for the purpose of calculating questioned costs.

Further not all 5,300 DHS staff, not including contractors, have a business need nor are they authorized to make long distance telephone calls. We believe the fact that long distance telephone calls were not made from a particular telephone does not mean that telephone was not in use for the entire year.

Management has always been concerned with monitoring, identifying, assessing and mitigating risk. We continually check and refine our program controls to address areas of potential risk. Further, management has undertaken a Department-wide risk assessment to reevaluate all areas of the Department’s risk.

Finding Number	06-DHS-02
CFDA Number	93.558
Program Name	Temporary Assistance for Needy Families
Federal Agency	Department of Health and Human Services
State Agency	Department of Human Services
Grant/Contract No.	G0501TNTANF, G0602TNTANF
Finding Type	Reportable Condition and Noncompliance
Compliance Requirement	Special Tests and Provisions
Questioned Costs	\$8,614.16

For the sixth consecutive year, the Department of Human Services did not deny Temporary Assistance for Needy Families for participants who failed to cooperate with child support requirements and the department was notified by the federal government that it was subject to a \$1,247,701 penalty for past failure to comply with applicable requirements

Finding

As noted in the five prior audit reports, the department did not comply with federal regulations which require the department to deny or reduce Temporary Assistance for Needy Families (TANF) benefits when recipients fail to cooperate with the federal child support requirements. Temporary Assistance for Needy Families is a federal program established for the purpose of providing time-limited assistance to needy families with children. The Department of Human Services administers the TANF program in Tennessee under the name Families First. One of the important features of this program is the requirement that the head of the household must cooperate with child support enforcement efforts. For those recipients who do not cooperate, federal regulations specify that the department must deny or reduce recipients TANF benefits.

Management concurred with the prior year finding and stated that “the Department will specialize, within the Family Assistance call center, the function of monitoring and processing child support alerts which will include taking all appropriate case actions.”

During the audit period, we noted that management had developed training to assist the department in the transition of moving the responsibility for resolving all Child Support “non-cooperation” alerts from Families First caseworkers to the Family Assistance Service Center. This transition was completed on July 1, 2006. In December 2006, management stated that the number of sanctions for non-cooperation had increased significantly since the Family Assistance Service Center has assumed the duties of resolving alerts.

According to the *Families First Policy Handbook*, “Failure to cooperate with any of the child support requirements, without good cause, will result in a sanction of ineligibility for the entire AG [assistance group].” The *Code of Federal Regulations*, Title 45, Section 264.30(c)(1), requires recipients of TANF benefits who do not cooperate with child support

authorities to be sanctioned by “(1) Deducting from the assistance that would otherwise be provided to the family of the individual an amount equal to not less than 25 percent of the amount of such assistance; or (2) Denying the family any assistance under the program.” The State of Tennessee has chosen to deny the family any assistance under the program. In addition, the *Code of Federal Regulations*, Title 45, Section 264.31(a)(3), explains that the state may be penalized up to 5% of the State Family Assistance Grant if it does not comply with this child support cooperation requirement. Based on the current year’s testwork results, the department has not mitigated this risk. Also, in a letter dated October 24, 2006, from the United States Department of Health and Human Services (HHS) to the Commissioner of Tennessee Department of Human Services (DHS) regarding the Single Audit for the State of Tennessee for year ended June 30, 2005, HHS stated:

. . . Since Tennessee failed to properly enforce sanctions against recipients who failed to comply with paternity establishment and child support enforcement requirements . . . during the period of July 1, 2004 through June 30, 2005, it is subject to a penalty of \$1,247,701. . . .

The response from DHS to HHS dated December 20, 2006, included a corrective action plan, new procedures for resolving alerts, training materials for the new procedures, and a certification by the Governor that the state is committed to resolving this issue. The cover letter stated that these items were submitted for “review and approval, in lieu of the financial penalty noted in your letter.”

During the fiscal year ended June 30, 2006, the Tennessee Child Support Enforcement System (TCSES) issued 35,863 child support “non-cooperation” alerts to the Automated Client Certification and Eligibility Network of Tennessee (ACCENT). We tested a sample of 152 alerts, representing 120 cases, to determine if departmental staff in fact denied TANF assistance, or documented good cause for not denying benefits, when the recipient continued not to cooperate with the department’s child support enforcement efforts. Of these 152 alerts (120 cases), departmental staff should have denied or obtained and documented good cause reason for non-cooperation for 62 alerts, representing 50 recipient cases. However, because staff did not follow established policies and procedures for those who were determined to be non-cooperative, we found that staff did not deny benefits for 21 of the alerts tested representing 17 recipient cases, nor did staff document a good cause reason for continuing the assistance. The amount paid for these 17 cases (21 alerts) was \$8,614.16. The *Families First Policy Handbook* requires that “. . . documentation about exemptions, good cause determinations and procedures, sanction decisions and any other pertinent information about the child support requirements must be documented on the ACCENT. . . running record comments screen.”

The department’s failure to properly apply the prescribed penalty for non-cooperation is a violation of federal program requirements and has resulted in potential federal penalties by the federal government of \$1,247,701. Also, when child support “non-cooperation” alerts are not included in ACCENT, departmental policy is violated and actions regarding the case could be delayed.

Recommendation

The Director of the Family Assistance Service Center should ensure that staff continues to resolve the “non-cooperation” alerts. Alerts should be reviewed and acted upon in a timely manner. Where applicable, benefits should be appropriately denied. When benefits should not be denied, good cause reasons should be documented. The Director of Families First should continue to evaluate the effectiveness of the Family Assistance Service Center’s activities and make any necessary corrective actions to ensure that responsible staff performs in a way so that compliance in this area is at an acceptable level.

Management should ensure that other noted in this finding are adequately identified and assessed in their documented risk assessment activities. Management should identify specific staff to be responsible for the design and implementation of internal controls to adequately mitigate those risks and to prevent and detect exceptions timely. Management should also identify staff to be responsible for ongoing monitoring for compliance with all requirements and management should take prompt action should exceptions occur. All controls and control activities, including monitoring, should be adequately documented.

Management’s Comment

We concur. During the 2006 fiscal year we continued implementation of the corrective compliance plan approved by HHS. Recognizing that additional improvement was necessary, effective July 1, 2006 fifteen full time staff and five back-up staff within the Family Assistance Service Center (FASC) assumed responsibility for resolving all Child Support non-cooperation alerts for TANF cases. These DHS employees are dedicated specifically to this task, systematically reviewing each non-cooperation situation and applying policy accordingly. A snapshot review of the corrective compliance plan revealed that in the first quarter of Fiscal Year 2007, 657 cases had been closed for non-cooperation. This compares to 657 for the entire 2006 Fiscal Year.

Management has always been concerned with monitoring, identifying, assessing and mitigating risk. We continually check and refine our program controls to address areas of potential risk. Specifically with regard to this finding, we revised our corrective compliance plan and the Department has been notified that our corrective compliance plan submitted December 20th has been accepted by HHS. Further, management has undertaken a Department-wide risk assessment to reevaluate all areas of the Department’s risk.

Finding Number	06-DHS-04
CFDA Number	93.558
Program Name	Temporary Assistance for Needy Families
Federal Agency	Department of Health and Human Services
State Agency	Department of Human Services
Grant/Contract No.	G0501TNTANF, G0602TNTANF
Finding Type	Reportable Condition and Noncompliance
Compliance Requirement	Subrecipient Monitoring
Questioned Costs	None

The Department of Human Services did not ensure that a required audit was performed timely and as a result has not mitigated the risk that funds spent by a subrecipient were for unallowable costs

Finding

The Director of Internal Audit did not ensure that a Temporary Assistance for Needy Families (TANF) subrecipient received the required audit. We tested nine subrecipients and found that for the year ended June 30, 2005, the department paid over \$1.1 million in TANF funding to Whitehaven Southwest Mental Health Center, Incorporated. For federal fiscal year ended September 30, 2005, the department reported on the ACF - 196, a TANF financial reporting form, that the department claimed over \$208 million in total expenditures for the TANF program.

According to the federal Office of Management and Budget Circular A-133, Compliance Supplement, Part 3, the department is responsible for:

. . . (1) Ensuring that subrecipients expending \$300,000 (\$500,000 for fiscal years ending after December 31, 2003 as provided in OMB Circular A-133, as revised) or more in Federal awards during the subrecipient's fiscal year have met the audit requirements of OMB Circular A-133 . . . and that the required audits are completed within 9 months of the end of the subrecipient's audit period. . . . In cases of continued inability or unwillingness of a subrecipient to have the required audits, the pass-through entity shall take appropriate action using sanctions.

To ensure compliance with the federal regulations, the Department of Human Services (DHS) Internal Audit section is responsible for tracking and receiving audit reports for those entities meeting the above guidelines. To determine the entities that should have received audits, the department uses a listing generated by the Division of Municipal Audit in the Office of the Comptroller of the Treasury, as well as information generated by the department's Fiscal Services staff. However, our testwork found that although the Division of Municipal Audit identified the Whitehaven Southwest Mental Health Center, Incorporated, as a subrecipient receiving more than \$500,000, and thus requiring an audit, the Internal Audit staff relied on information provided by a DHS Fiscal Director regarding the subrecipient's funding. In fact, the

Fiscal Director incorrectly told the Internal Audit staff that this subrecipient had not received federal funding. Based on inquiries, we believe that the Fiscal Director provided incorrect information because this Fiscal Director was not responsible for this program. The Internal Audit staff made no further inquiry regarding this subrecipient until we discussed our testwork with the Director of Internal Audit. As of the end of fieldwork, the Director of Internal Audit had not obtained a copy of the audit report for Whitehaven Southwest Mental Health Center, Incorporated.

Failure to ensure that audits are completed timely increases the risk that funds provided to subrecipients could be used for unallowable costs and not be detected timely.

Recommendation

The Director of Internal Audit should ensure that subrecipients expending over \$500,000 as provided by OMB Circular A-133, have received the required audit within 9 months of the end of subrecipient's audit period. Also, the fiscal director who is primarily responsible for the federal programs should be correctly identified and consulted when determining the amount of funding a subrecipient received and deciding whether an audit report is required. Management should ensure that other risks are adequately identified and assessed in management's documented risk assessment activities. Management should identify specific staff to be responsible for the design and implementation of internal controls to adequately mitigate those risks and to prevent and detect exceptions timely. Management should also identify staff to be responsible for ongoing monitoring for compliance with all requirements and management should take prompt action should exceptions occur. All controls and control activities, including monitoring, should be adequately documented.

Management's Comment

We concur. The Department has controls in place to ensure that audits are received within 9 months for subrecipients expending \$500,000 or more in Federal awards during their fiscal year as required by OMB Circular A-133. For audits that are not received timely; internal audit staff follow-up with phone calls and letters. The information provided in this finding was obtained from Internal Audit's Single Audit Reports notebook and was 1 of 108 which represents 0.9%. The communication between management was well documented which indicates controls are in place. The finding results from a mistake rather than neglect. Internal Audit recognizes the importance and responsibility of ensuring that all subrecipients are audited as required by OMB Circular A-133. A copy of Whitehaven Southwest Mental Health Center, Incorporated's audit report was not available at the end of fieldwork, but has since been received and filed.

Management has always been concerned with monitoring, identifying, assessing and mitigating risk. We continually check and refine our program controls to address areas of potential risk. Further, management has undertaken a Department-wide risk assessment to reevaluate all areas of the Department's risk.

Finding Number	06-DHS-03
CFDA Number	93.563
Program Name	Child Support Enforcement
Federal Agency	Department of Health and Human Services
State Agency	Department of Human Services
Grant/Contract No.	G0504TN4004, G0604TN4004
Finding Type	Noncompliance
Compliance Requirement	Special Tests and Provisions
Questioned Costs	None

For the third year, the Department of Human Services did not comply with child support enforcement regulations, increasing the risk that caretakers and dependent children may not receive needed financial support

Finding

As noted in the prior two audits, management of the Department of Human Services did not comply with federal child support enforcement regulations associated with the establishment of support obligations. Specifically, the department’s contractors did not provide support obligation services within the required 90 day time frame.

Under Title IV-D of the Social Security Act, DHS is the state’s designated Child Support Title IV-D agency. It is the department’s responsibility to: (1) enforce support obligations owed by non-custodial parents, (2) locate absent parents, (3) establish paternity, and (4) obtain child and spousal support for the Child Support Enforcement program. To accomplish these objectives, the department contracts with the Tennessee District Attorneys General Conference and other independent contractors for the day-to-day responsibilities of child support enforcement.

In response to the prior finding, management concurred and stated:

As evidenced by our improvement over last year’s audit, we will continue to stress and reinforce the importance of completing service of process and providing the needed service within the required time frame at the quarterly Child Support Administrator’s meeting. Also, service of process time frames and providing the required service will continue to be stressed during the local office Technical Assistance Reviews by State Office Child Support staff. In addition to these ongoing measures, a memorandum will be issued to field staff emphasizing the importance of timely service of process and providing needed services.

We verified that management implemented the actions noted in its prior comment to stress and reinforce its expectation of compliance with federal requirements; however, our current audit testwork revealed continuing noncompliance.

The *Code of Federal Regulations*, Title 45, Part 303, Section 4(d), states, “Within 90 calendar days of locating the alleged father or noncustodial parent, regardless of whether paternity has been established, establish an order for support or complete service of process necessary to commence proceedings to establish a support order . . . (or document unsuccessful attempts to serve process . . .).” During the current audit we reviewed 60 child support cases and found that for nine of the cases, the department’s contractors did not perform support obligation services timely resulting in support orders not being established and service of process not being provided within the required time frame. The following problems were noted:

- For two cases, the department’s contractor did not perform support obligation services; and as a result, a support order was not established nor was legal notice served on the noncustodial parent as of November 30, 2006. Our review disclosed that the department had an address on file for the noncustodial parents when the cases were opened on December 16, 2005, and January 18, 2006.
- For four cases, the department’s contractor did not perform support obligation services timely; and as a result, a support order was not established and the notice of legal action was not served on the noncustodial parent within the required 90 days as of November 30, 2006. The notice of legal action in these four cases was served from 108 to 236 days after the noncustodial parent was located.
- For three cases, the department’s contractor did not perform support obligation services timely; and as a result, a support order was not established and no attempt was made to serve notice of legal action to the noncustodial parent as of November 30, 2006. We found that the department did have an address on file for the noncustodial parent when one of the three cases was reopened on December 29, 2005. In the other two cases, the noncustodial parent was located on September 27, 2005, and January 11, 2006.

When support obligation services are not provided within the required federal timeframe, there is an increased risk that caretakers and dependent children may be deprived on needed financial support. Furthermore, the state and federal government may not be reimbursed by responsible parties for benefits provided to Temporary Assistance for Needy Families and foster care recipients

Recommendation

The Assistant Commissioner of Child Support should ensure that child support obligation services are provided within 90 days of locating the noncustodial parent. Successful and unsuccessful attempts to serve process should also be documented properly and timely in the Tennessee Child Support Enforcement System by the contractor. Also, the system should provide a mechanism for alerting program coordinators of excessive delays and these communications should be documented. The Assistant Commissioner of Child Support should ensure that controls are in place to react timely to such alerts.

Management should ensure that other risks are adequately identified and assessed in management's documented risk assessment activities. Management should identify specific staff to be responsible for the design and implementation of internal controls to adequately mitigate those risks and to prevent and detect exceptions timely. Management should also identify staff to be responsible for ongoing monitoring for compliance with all requirements and management should take prompt action should exceptions occur. All controls and control activities, including monitoring, should be adequately documented.

Management's Comment

We concur. The corrective action measures that the department has taken to ensure timely service of process and the timely establishment of support orders have been effective even though not achieving 100% accuracy. The department will continue to reinforce time frame requirements at the quarterly child support administrators' meetings; during local office technical assistance reviews; through information memorandums; and, through field clearances. Information Memorandum CS-07-01, issued January 10, 2007, "Audit Finding Regarding Timely Providing Support Obligation Services" was issued in response to this finding.

Management has always been concerned with monitoring, identifying, assessing and mitigating risk. We continually check and refine our program controls to address areas of potential risk. Further, management has undertaken a Department-wide risk assessment to reevaluate all areas of the Department's risk.

The Tennessee Child Support Enforcement System (TCSSES) supports the "service of process" and "support order establishment" functions by providing workers an alert through the "morning mail" function when a non-custodial parent is located. The alert remains open until the worker resolves the alert. If the message is not resolved it stays visible to the worker whenever morning mail messages are viewed. The worker's supervisor has the capability and responsibility to review workers' morning mail messages through TCSSES to monitor actions that are in jeopardy of becoming overdue or that are overdue. The TCSSES "morning mail" functionality will be analyzed to ensure that mail messages are being generated in the appropriate scenarios.

The Child Support Field Area Program Coordinators have the responsibility for ongoing monitoring of local contract child support offices to ensure contract compliance. They accomplish this through reviewing cases and office procedures during frequent on-site visits, off-site case reviews and during the technical assistance reviews. When deficiencies are noted, management staff is alerted and the local child support offices correct the deficiencies in accordance with contract requirements.

Monthly management reports are being phased-in to assist local staff to be proactive in completing case establishment activities. Two reports were made available to staff January 26, 2007. One report identifies all cases that need establishment. The other report identifies cases that need establishment where the non-custodial parent has been located. Another report is scheduled to be phased-in in October 2007. The report will include the number of mail messages

completed by User ID# and the number of Legal Actions set by the worker within a particular month. This report will further assist supervisors to monitor and correct any deficiencies found.

Finding Number	06-DHS-05
CFDA Number	93.568
Program Name	Low-Income Home Energy Assistance
Federal Agency	Department of Health and Human Services
State Agency	Department of Human Services
Grant/Contract No.	G05B1TNLIEA, G06B1TNLIEA
Finding Type	Noncompliance
Compliance Requirement	Subrecipient Monitoring
Questioned Costs	None

The Department of Human Services did not issue a management decision on audit findings and did not ensure that timely corrective actions were made, increasing the risk that program noncompliance by subrecipients could continue for an extended period of time before detection

Finding

As a pass-through entity for the Low Income Home Energy Assistance Program (LIHEAP), the Department of Human Services (DHS) was responsible for monitoring the 19 subrecipients that administered the 100% federally funded program. According to the federal Office of Management and Budget Circular A-133, Compliance Supplement, Part 3, the DHS is responsible for:

. . . (1) Ensuring that subrecipients expending \$300,000 (\$500,000 for fiscal years ending after December 31, 2003 as provided in OMB Circular A-133, as revised) or more in Federal awards during the subrecipient's fiscal year have met the audit requirements of OMB Circular A-133 . . . and that the required audits are completed within 9 months of the end of the subrecipient's audit period, (2) issuing a management decision on audit findings within 6 months after receipt of the subrecipient's audit report, and (3) ensuring that the subrecipient takes timely and appropriate corrective action on all audit findings.

Our testwork found that DHS did not adequately follow up with 4 of the 19 LIHEAP subrecipients (21%) regarding findings reported by either the Office of Program Review or by an Independent Auditor in a timely manner. As a result, the department did not receive corrective action plans from subrecipients timely.

We also found that DHS did not issue a management decision to one subrecipient regarding two audit findings within six months after receipt of the subrecipient's independent audit report issued for the fiscal year ended June 30, 2005. DHS received the audit report on April 27, 2006. As of November 13, 2006, a DHS management's decision regarding the two findings had not been issued. Based on discussion with the Director of Community Services, management has not issued a decision on the findings because she was not aware that the subrecipient received audit findings from the independent auditor. In addition to not knowing of

the audit findings, the director was not aware of her responsibility under the federal compliance requirements to issuing a management's decision on the audit findings. The Division of Internal Audit received a copy of the independent audit reports for the subrecipients and forwarded them to Fiscal Services, but the LIHEAP Director of Community Services stated she did not know DHS had received the report.

In addition, the department did not always ensure timely corrective action for audit findings noted during site visits performed by DHS' Office of Program Review. Specifically, we found that three of the 19 subrecipients did not provide corrective action plans for findings issued by the Office of Program Review in a timely manner, and there was no follow-up by the Office of Program Review staff with the subrecipient between the issuance of the report and the receipt of the corrective action plans. The program review report states that the agency "must submit a corrective action plan outlining strategies to correct findings no later than 30 days from the date of this report." The three subrecipients submitted corrective action plans from 142 to 197 days after issuance of the report. Based on discussion with the LIHEAP Program Coordinator, corrective action plans were not received timely due to staff changes and a subrecipient submitting a corrective action plan to the incorrect division within DHS.

The failure to issue management decisions and the failure to ensure that subrecipients respond timely to audit findings issued through site visits increases the risk that noncompliance by subrecipients could continue for an extended period of time before detection.

Recommendation

The Director of Community Services should promptly familiarize herself with the federal compliance requirements and ensure that the requirements are met annually. The director should assess the risks of noncompliance with all the requirements of any programs assigned to her. The director should document that assessment and design and implement adequate controls to ensure compliance with all requirements. The director should also document all monitoring activities. When staff changes occur, the Director should ensure that work tasks are adequately assigned to ensure all compliance requirements are met. The Director should ensure that there is adequate follow-up with all subrecipients to ensure that corrective action plans are submitted to the department timely.

Management should ensure that other risks are adequately identified and assessed in management's documented risk assessment activities. Management should identify specific staff to be responsible for the design and implementation of internal controls to adequately mitigate those risks and to prevent and detect exceptions timely. Management should also identify staff to be responsible for ongoing monitoring for compliance with all requirements and management should take prompt action should exceptions occur. All controls and control activities, including monitoring, should be adequately documented.

Management's Comment

We concur. Management has implemented controls to ensure notification of programmatic findings in independent audit reports. Controls have been put into place for program staff to track progress in the receipt of and disposition of Corrective Action plans and to follow-up in a timely manner on any that have not been submitted by their due date.

Management has always been concerned with monitoring, identifying, assessing and mitigating risk. We continually check and refine our program controls to address areas of potential risk. Further, management has undertaken a Department-wide risk assessment to reevaluate all areas of the Department's risk.

Finding Number	06-DCS-03
CFDA Number	93.658
Program Name	Foster Care – Title IV-E
Federal Agency	Department of Health and Human Services
State Agency	Department of Children’s Services
Grant/Contract No.	0101TN1401 through 0601TN1401
Finding Type	Reportable Condition and Noncompliance
Compliance Requirement	Eligibility
Questioned Costs	None

Since 1999, children’s case files have not contained adequate documentation of case manager compliance with departmental policies regarding contacts and timeliness of case recordings for foster children, thereby increasing the risk that foster children may not receive appropriate care or services

Finding

As noted in the prior seven audits covering the period July 1, 1998, through June 30, 2005, the Department of Children’s Services (DCS) did not have adequate documentation in the children’s case files showing case manager contact with the child, family, or other individuals. DCS also did not maintain timely case note recordings.

Management concurred with the prior audit finding and stated,

The department concurs. The department, however, has focused a good deal of attention to this area. DCS has provided management-reporting tools to assist Regional Administrators in monitoring compliance. In recent months, DCS staff initiated corrective action on some data entry issues, and began distributing to Regional Administrators twice-monthly reports that showed case recordings that were late and required remedial action. For a twelve-month period Dec.-Jan. 2005, a monthly average of 93% of the children in custody had a face-to-face visit. The Executive Director of Finance and Program Support will place the issue of face-to-face contact and all associated documentation on the agenda for the State Continuous Quality Improvement (CQI) Team agenda during the month of March 2006, and at least quarterly thereafter. The State CQI Team through the Executive Director of Finance and Program support will ensure that this finding is addressed by all appropriate regional and central office CQI Teams, and the Executive Directors of Regional Support will ensure this finding is included in all of the Regional Administrator CQI Team meetings.

Per the Brian A. court settlement, the department is required to perform an annual audit of TNKIDS to assess in part whether case recordings and other required information is entered and done timely and accurately. Internal audit is responsible for the audit that was released in January 2006. The department will

use the information contained in the audit finding to drive improved performance and compliance. The department acknowledges that more development work is needed to produce a regular report that helps monitor compliance with the timeliness of casework recordings.

The Executive Directors of Regional Support will have the primary responsibility for ensuring appropriate follow up regarding specific cases in non-compliance.

As stated in the above comments, DCS generates face-to-face contact reports which are designed to serve as a control to ensure policy compliance by identifying the children who lack the required case manager contacts. In order to determine whether individual children were not being contacted for extended periods of time, at the beginning of field work we requested a compilation of all zero face-to-face contact reports for the audit period. Not until December 19, 2006, was management able to provide us with a compilation of zero face-to-face contact reports. And, the report provided by management was not for all children, but was limited to the department's Brian A Class children during the audit period. The report disclosed that 2,582 Brian A Class children in state custody did not receive one or more required monthly face-to-face contacts by a case manager during the audit period. The number of children who, according to management's report, did not have sufficient face-to-face contacts is summarized below:

Children With No Face-To-Face Contact	Months Without Contact
1,830	1
443	2
171	3
60	4
36	5
17	6
16	7
5	8
4	9
<hr/> Total	<hr/> 2,582

Again, it should be noted that these exceptions are only for the Brian A Class children. Furthermore, the information is limited to the months that these children were in state custody and DCS policy required at least one face-to-face contact during the month. The above results do not necessarily represent a number of consecutive months without contact. It should also be noted that the report is based on the capture of data entered in specific fields in the TNKids system. Management acknowledged that insufficient or erroneous case manager input could result in errors in the above data. However, it was also acknowledged by management that no compilation of contact information to detect patterns or periods without face-to-face contact had ever been attempted or requested by management. Therefore, management had no analytical

data or procedures in place to detect patterns in the lack of face-to-face contact, either by child or by case manager, over extended periods of time.

DCS Policy 16.38-BA (A) regarding face-to-face visits with children in foster homes or other DCS residential facilities states,

If a child moves to a new DCS placement at any time following his/her initial placement, the child shall be visited as if he/she were just entering care and shall be visited and seen face-to-face: (a) Six (6) times during the first eight (8) weeks of the new placement, (b) Once every two weeks for the second eight (8) weeks, and (c) Not less than two (2) times per month thereafter. The Case Manager shall have face-to-face contacts with the foster parents or agency staff as often as necessary but no less than once each month.

In addition to the above information provided by management, the current audit sample of case recordings in the TNKids database disclosed time lapses in the face-to-face contact between case managers and children. We reviewed the case recordings in the TNKids database for a sample of 128 children. We noted that for 11 of the 128 children (9%), the case recordings tested did not contain documentation of face-to-face contact with a case manager for one month while the child was in custody during the audit period. The gaps, in which these children were not seen by the case managers, ranged from 35 to 64 days.

The prior audit finding disclosed inadequate documentation of case managers' visits in 22 of 132 (17%) of the case files examined; the gaps in which these children were not visited by the case managers ranged from one to four months.

DCS Policy 31.14 states,

Each contact (successful or unsuccessful) with or on behalf of clients will be documented in TNKids case recordings within thirty (30) days from the date of the contact. Case recordings serve as the official record of efforts made to serve DCS client children/youth and families. . . . Regardless of whether or not TNKids case recordings are printed and placed in the child/youth's record, the official case recordings are those in TNKids.

We also reviewed the sample to determine whether the case managers entered the children's casework activity into the TNKids database timely. When comparing the date of entry with the date of the casework activity, we noted several instances of untimely entries. For the sampled 128 children whose case recordings were tested, there were 31 instances (24%) where the case notes in TNKids were recorded more than 30 days after the casework activity. Time lapses between the case activity and the date that the information was entered into TNKids for the 31 children ranged from 4 to 200 days past the 30-day deadline, with an average of 37 days late.

The prior audit finding disclosed that time lapses between the case activity and the date that the information was entered into TNKids, for 21 of 132 children's case recordings tested (16%), ranged from 2 to 210 days past the 30-day deadline.

Recommendation

The Commissioner should ensure that case managers make the required face-to-face contacts with children in state custody and document the contacts made. Proper documentation of the casework activity, as described by DCS policies and procedures, should be entered into TNKids within 30 days of the casework activity. In addition, quarterly monitoring of case files by field supervisors and case file reviews by central office staff from the Division of Program Operations should specifically address compliance with DCS policies and procedures. Controls should be established to detect children not receiving and case managers not performing face-to-face contacts for extended periods of time. In addition, management should stress the need for timely casework activity recordings.

In addition, management should ensure that risks such as these noted in this finding are adequately identified and assessed in their documented risk assessment activities. Management should identify specific staff to be responsible for the design and implementation of internal controls to prevent and detect exceptions timely. Management should also identify staff to be responsible for ongoing monitoring for compliance with all requirements and taking prompt action should exceptions occur.

Management's Comment

We concur. Beginning in 2005, DCS produced monthly reports on visitation for each region. These reports include number and percentage of zero face to face contacts, one visit, two visits, etc. The summary report totals are forwarded to the regions along with child specific detail. A summary of the Brian A. Face to Face Contacts from April 2005 through January 2007 is attached. The regions have been and are expected to review these reports, identify areas of concern and work with their Executive Director of Regional Services to correct any issues identified. Since early 2005, the percentage of zero face to face contacts has declined from as much as 15% to less than 3% and has remained at that approximate level for the past 12 months. DCS is currently achieving a visitation rate of approximately 65% of all children receiving 2 or more visits per month. The agency has set a goal of increasing that to 80% while maintaining at the 95% rate or higher level of at least one visit. The current rate for one or more visits is 97%. Whenever a region shows any level of increase in zero contacts or a decrease in visitation percentages, they are asked to review each case, identify weakness and rectify the issues.

The Department is developing a report tracking trends in visits across children, highlighting on a quarterly basis, those children for whom visits appear to have been missed for more than one month. This report will become available every quarter beginning the 4th quarter of Fiscal Year 2006–2007 (April 2007-June 2007). In tandem, with the development of this

report, the Executive Directors of Regional Support will work with the regions to use this data to improve practice. See attached report.

To support this work, DCS has implemented a Case Process Review, which is a supervisory review of a child's case record (both the hard file and the TNKids file) to assure compliance with DCS policy. This supervisory review was fully implemented in FY 2005–2006. In 2006, DCS began a process of retraining regional staff on the use of the review process as a performance management and quality assurance tool. Central Office has also developed a quality assurance process for the review itself, whereby-each quarter-a sample of the files reviewed by Team Leaders will also be reviewed by Team Coordinators, and a sample of files reviewed by Team Coordinators will be reviewed by Central Office staff.

In addition to the Case Review, the Department also implemented in 2005-2006, a Quality Service Review (QSR). Although this review is a qualitative review aimed at measuring outcomes, it is a comprehensive review that involves a review of case records and interviews with key stakeholders. Regional weaknesses in system performance, which would include implementing policies, procedures, and/or best practice standards related to child welfare practice, are reflected in marginal and/or unacceptable outcomes. Regional CQI [Continuous Quality Improvement] teams are charged with developing action plans aimed at addressing the underlying causes of poor QSR outcomes in the area of system performance. Progress in realizing improvement goals is reviewed at least quarterly.

Per the Brian A. court settlement, the data in TNKids shall be audited no less frequently than every 12 months. Internal Audit released an audit in January 2006 and is currently auditing TNKids for the 2006 calendar year. Field work has been completed in several regions. Internal Audit plans to issue memos to management for each region as completed. The audit report will be released subsequent to the completion of the audit of all twelve regions. Based on the current staffing and current priorities, the TNKids audit is estimated to be completed in calendar year 2007.



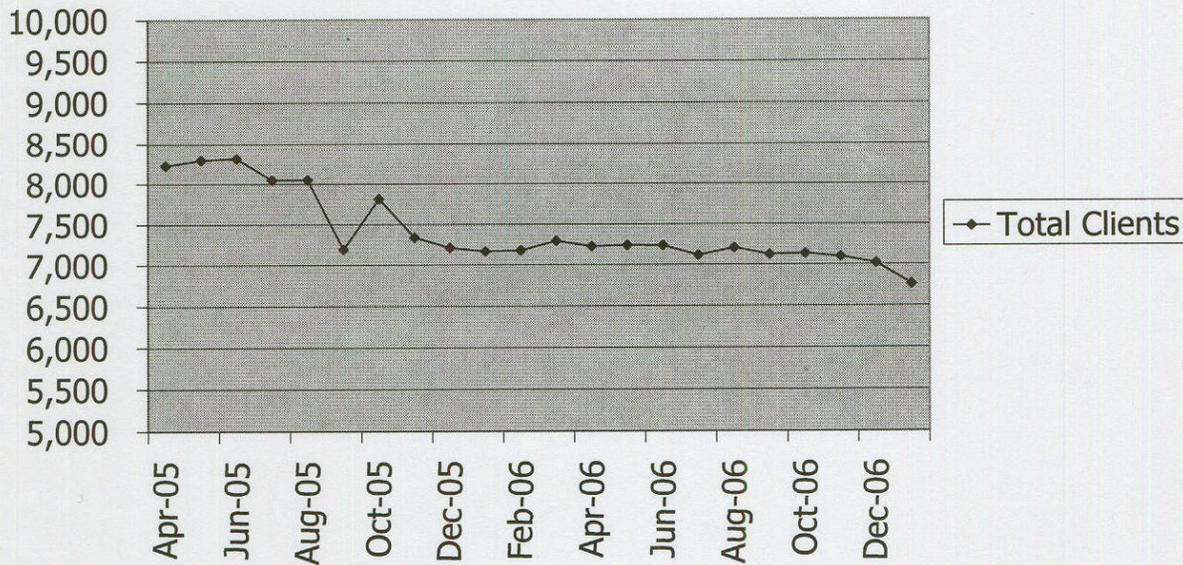
Department of Children's Services
Office of Information Services



Brian A Face-to-Face Contact Totals April 2005 through January 2007

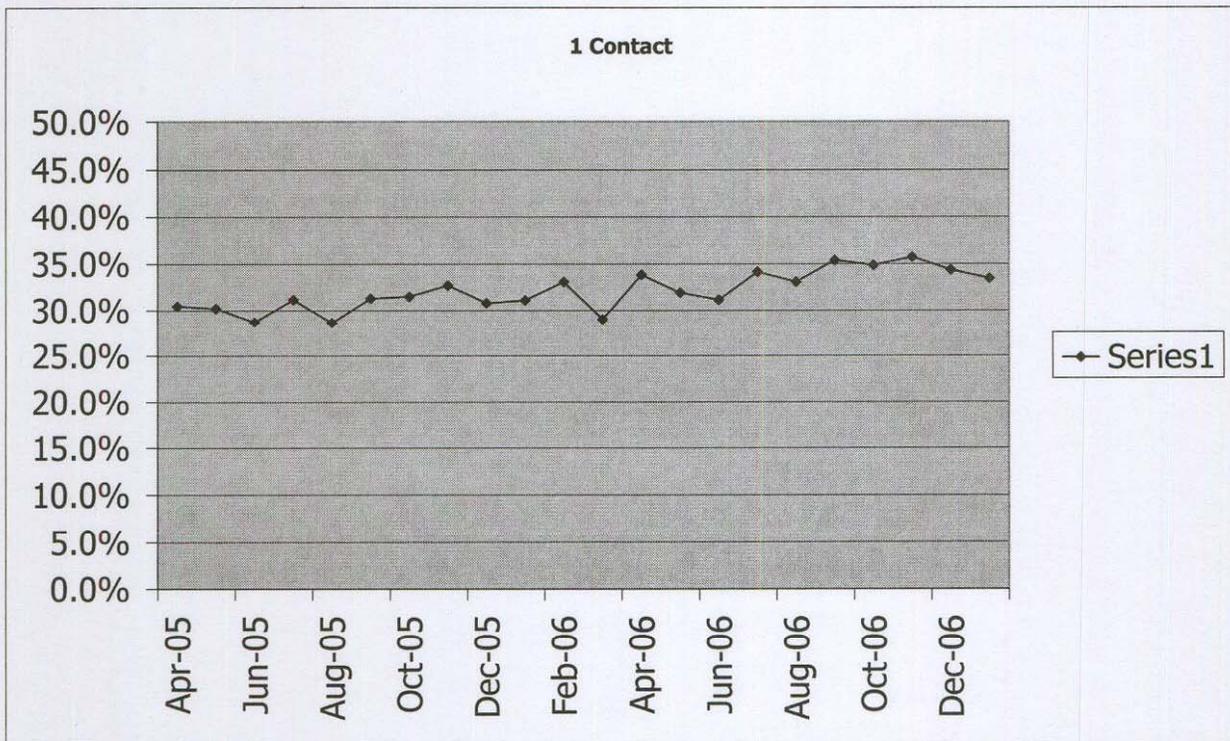
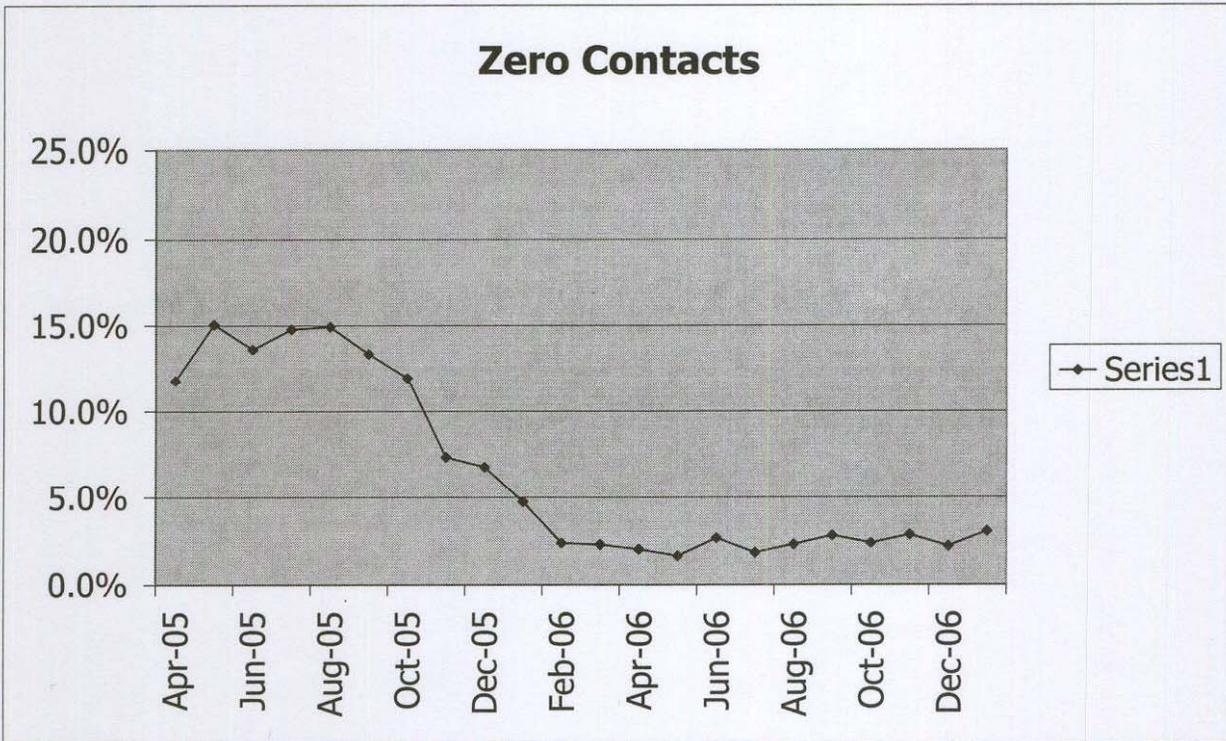
Date	Total Clients	0 Face to Face		1 Face-to-Face Contact		2 Face-to-Face Contact		3-4 Face-to-Face Contact		5+ Face-to-Face Contact		2 or More Contacts	
4/30/2005	8,219	967	11.8%	2,502	30.4%	2,573	31.3%	1,610	19.6%	567	6.9%	4,750	57.8%
5/31/2005	8,290	1,249	15.1%	2,504	30.2%	2,523	30.4%	1,481	17.9%	533	6.4%	4,537	54.7%
6/30/2005	8,307	1,130	13.6%	2,384	28.7%	2,561	30.8%	1,722	20.7%	510	6.1%	4,793	57.7%
7/31/2005	8,043	1,188	14.8%	2,505	31.1%	2,564	31.9%	1,406	17.5%	380	4.7%	4,350	54.1%
8/31/2005	8,042	1,200	14.9%	2,302	28.6%	2,601	32.3%	1,525	19.0%	414	5.1%	4,540	56.5%
9/30/2005	7,191	959	13.3%	2,248	31.3%	2,348	32.7%	1,265	17.6%	371	5.2%	3,984	55.4%
10/31/2005	7,810	932	11.9%	2,458	31.5%	2,749	35.2%	1,333	17.1%	338	4.3%	4,420	56.6%
11/30/2005	7,337	537	7.3%	2,398	32.7%	2,660	36.3%	1,329	18.1%	413	5.6%	4,402	60.0%
12/31/2005	7,209	486	6.7%	2,217	30.8%	2,608	36.2%	1,496	20.8%	402	5.6%	4,506	62.5%
1/31/2006	7,162	338	4.7%	2,225	31.1%	2,622	36.6%	1,572	21.9%	405	5.7%	4,599	64.2%
2/28/2006	7,175	170	2.4%	2,372	33.1%	2,813	39.2%	1,369	19.1%	451	6.3%	4,633	64.6%
3/31/2006	7,292	167	2.3%	2,113	29.0%	2,803	38.4%	1,629	22.3%	580	8.0%	5,012	68.7%
4/30/2006	7,223	146	2.0%	2,443	33.8%	2,916	40.4%	1,318	18.2%	400	5.5%	4,634	64.2%
5/31/2006	7,239	119	1.6%	2,308	31.9%	2,786	38.5%	1,559	21.5%	467	6.5%	4,812	66.5%
6/30/2006	7,236	192	2.7%	2,251	31.1%	2,811	38.8%	1,540	21.3%	442	6.1%	4,793	66.2%
7/31/2006	7,114	131	1.8%	2,428	34.1%	2,828	39.8%	1,367	19.2%	360	5.1%	4,555	64.0%
8/31/2006	7,206	166	2.3%	2,380	33.0%	2,732	37.9%	1,446	20.1%	482	6.7%	4,660	64.7%
9/30/2006	7,122	200	2.8%	2,518	35.4%	2,726	38.3%	1,325	18.6%	353	5.0%	4,404	61.8%
10/31/2006	7,132	169	2.4%	2,484	34.8%	2,599	36.4%	1,437	20.1%	443	6.2%	4,479	62.8%
11/30/2006	7,094	201	2.8%	2,532	35.7%	2,708	38.2%	1,292	18.2%	361	5.1%	4,361	61.5%
12/31/2006	7,015	154	2.2%	2,407	34.3%	2,830	40.3%	1,326	18.9%	298	4.2%	4,454	63.5%
1/31/2007	6,759	205	3.0%	2,259	33.4%	2,600	38.5%	1,310	19.4%	385	5.7%	4,295	63.5%

Total Brian A Clients



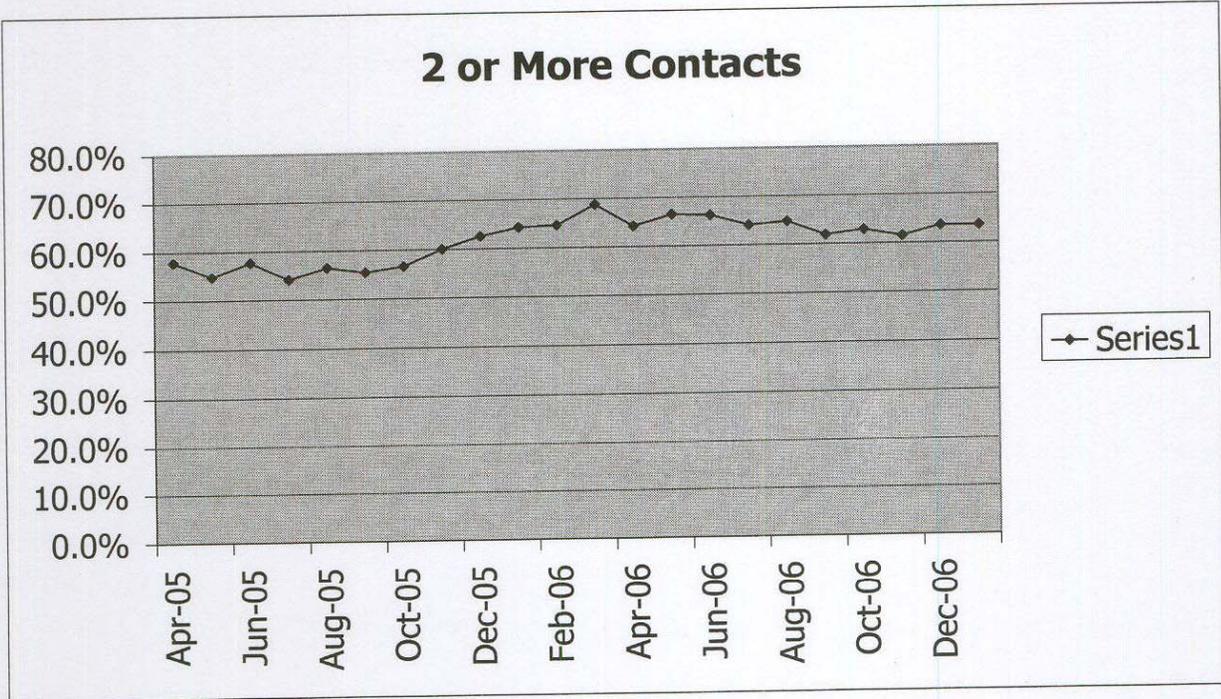


Brian A Face-to-Face Contact Totals April 2005 through January 2007





Brian A Face-to-Face Contact Totals April 2005 through January 2007



Finding Number	06-DCS-02
CFDA Number	93.659
Program Name	Adoption Assistance
Federal Agency	Department of Health and Human Services
State Agency	Department of Children's Services
Grant/Contract No.	0201TN1407 through 0601TN1407
Finding Type	Noncompliance
Compliance Requirement	Eligibility
Questioned Costs	\$21,796

Since 2002, Adoption Assistance files have not contained adequate documentation to support the subsidies paid to adoptive parents, thus increasing the risk of inappropriate payments

Finding

As noted in the four previous audits covering the period July 1, 2001, through June 30, 2005, Adoption Assistance case files did not contain adequate documentation to support the Adoption Assistance subsidies paid to the adoptive parents. The total federal share of the Adoption Assistance Program exceeded \$27,000,000. Management concurred with the prior audit finding and stated,

The federal questioned cost of \$21,376 has been processed and will be reflected this quarter.

The Executive Director of Finance and Program Support will place the lack of adoption assistance documentation on the agenda for the State Continuous Quality Improvement (CQI) Team agenda during the month of March 2006, and at least quarterly thereafter. The State CQI Team through the Executive Director of Finance and Program support will ensure that this finding is addressed by all appropriate regional and central office CQI Teams, and the Executive Directors of Regional Support will ensure this finding is included in all of the Regional Administrator CQI Team meetings.

As part of the proposed requirement for an annual face-to-face meeting, the department will ensure there is proper documentation in the case files. In addition, the department will also develop and implement the same process for adoption assistance case file review and documentation as outlined with the resource parent file and foster care files. Internal Audit will also conduct annual adoption assistance case file reviews as previously outlined. This will be completed by no later than December 2006.

The Executive Directors of Regional Support will have the primary responsibility for ensuring appropriate follow up regarding specific cases in non-compliance.

The Department is aware of the current status of this finding and is assessing departmental risk.

The Adoption Assistance Program contributes financially to assist families, otherwise lacking the financial resources, in adopting eligible children with special needs. According to Department of Children's Services (DCS) Policy 15.11, families must renew assistance annually by completing an application, agreement, and a notarized affidavit. Federal regulations require the state to make reasonable efforts to place a child for adoption without a subsidy. According to departmental policy, the case manager must ask prospective adoptive parents if they are willing to adopt without Adoption Assistance payments. If the family says it cannot adopt without Adoption Assistance payments, the department considers the reasonable efforts requirement to have been met, and the process for obtaining Adoption Assistance begins. Title IV-E federally funded Adoption Assistance is available until the child reaches age 18 or up to age 21 if the child has a mental or physical handicapping condition as established in the initial Adoption Assistance Agreement. If the child does not meet handicapping conditions at age 18, the Title IV-E Adoption Assistance payments cease. However, the adoptive parents may receive state-funded adoption assistance if the child remains in high school and the original adoption assistance agreement was created after October 1997. The adoptive parents may also receive state-funded adoption assistance if the child is in any full-time school and the original adoption assistance agreement was created prior to October 1997. Department of Children's Services Policy 15.10, "Adoption Assistance Agreements Created Prior to October, 1997," states, "School attendance or handicapping condition must be verified and documented in the adoption assistance case file."

Management implemented the changes addressed above in management's response to the prior-year finding. However, since implementation of the changes occurred late in the audit period, we were unable to evaluate their effectiveness. During the audit period, Adoption Assistance files still did not contain adequate documentation related to the applications, agreements, and yearly renewal affidavits that must be completed by the adoptive parents, as required by the department's *Adoption Services Procedures Manual*. We selected 171 case files for testing. Of the 171 files, the department was unable to locate 2 (1%). Our review of the other 169 Adoption Assistance files disclosed that 19 files (11%) did not have the necessary documentation to support the Adoption Assistance payments. In the 19 case files, the following 20 problems were noted. The unduplicated federal questioned cost for these payments totaled \$21,796 with an additional \$11,847 in state matching funds.

- The adoption assistance agreement between DCS and the adoptive parents in one file was missing the agreement's approval page containing the signatures of the adoptive parents and the team coordinator. The missing approval page was submitted to the auditors subsequent to field work.
- There were problems with Adoption Assistance Renewal Affidavits in four files. One affidavit was missing the adoptive parents' declaration that the adoptive child's

special needs still existed. However, there was other evidence present that supported the child's special needs status. Three files had no affidavits present. One of the missing affidavits was submitted to the auditors subsequent to field work. The costs associated with the two children whose affidavits were not located are questioned. Federal questioned costs were \$5,061 and additional state matching funds were \$2,760.

- The special needs of children during the initial adoption application for Title IV-E eligibility were not documented in eleven files. Six children's files did not have the required documentation from a licensed medical professional concerning their special needs. However, there are no questioned costs associated with these files since they were eligible for adoption assistance payments under other criteria and standard rates were used to make payments. Five children's files did not have documentation from a licensed medical professional to support payments in excess of the standard rates. Three received a negotiated rate, and the other two received extraordinary rates. Documentation from licensed medical professionals was subsequently provided to support the rates paid for two of these children. The federal questioned costs for the three remaining children totaled \$1,632 with an additional \$886 in state matching funds.
- Eligibility for IV-E funding was not documented in four files. Documentation reviewed such as applications, desk reviews, etc., in the files failed to establish that these adoptive children were eligible for Title IV-E funding. The federal questioned costs for these payments totaled \$15,103 with an additional \$8,201 in state matching funds.

Recommendation

The Executive Director of the Office of Child Permanency and the Director of Foster Care, Adoptions, & Kinship Care should evaluate the effectiveness of their current procedures to ensure that Adoption Assistance case files are complete and that renewals and extensions of agreements are current and adequately supported. Any changes in eligibility for Adoption Assistance funding should be documented in the case file, and related adjustments in funding should be made immediately. Management should ensure that risks such as these noted in this finding are adequately identified and assessed in their documented risk assessment activities.

Management should assess the effectiveness of the design and implementation of the internal controls referred to in its previous response, and ascertain whether those controls prevent and detect exceptions timely. Staff responsible for ongoing monitoring for compliance with all requirements should take prompt action on exceptions, and propose additional controls if warranted.

Management's Comment

We concur. To monitor the overpayments for those who are no longer in school and are between the ages of 18-20, DCS will begin to terminate any contract that does not have documentation of full-time school attendance. DCS will review these files on a quarterly basis and continue documentation of full-time school attendance. For any adoption completed after 1997, the school requirement is for high school attendance only and will terminate upon graduation. Adoptive parents will receive a letter from Central Office indicating these requirements and the responsibility to continue payments will be on the adoptive parents. This letter will be sent to adoptive parents by the end of March 2007.

DCS does have some young adults that may not be able to meet the school requirements due to severe mental health issues or medical issues but may still qualify for adoption assistance. DCS will require current documentation from a mental health professional or a medical professional that indicates the severity of the mental and/or medical needs. The documentation will be gathered on a quarterly basis and will be the responsibility of the parent to provide the documentation.

In order for the quarterly review of the adoption assistance cases, DCS must be prepared to dedicate staff to complete this task and to monitor the medical/mental health needs on an on-going basis. The staff will be able to review the documentation submitted from the parent to ensure that the criteria for continued assistance is met. Permanency Specialist (formerly Adoption Specialist) and Adoption Assistance Designee should be partnered together to complete all quarterly and yearly reviews and to be held accountable for the documentation to be located in each AA [Adoption Assistance] file. Permanency Specialist will be held accountable for ensuring the file has all the required documentation on the front end.

Upon the signing of the Intent to Adopt, the Permanency Specialist will ensure that the resource parents of children eligible for SSI [Supplemental Security Income] complete the application to receive SSI. The Permanency Specialist will continue to monitor these case on a quarterly basis to determine if the SSI has been approved and the AA rate will be reduced by the SSI amount.

The Executive Director of Regional Support will have the primary responsibility for ensuring appropriate follow up regarding specific cases in non-compliance. Regional Support will ensure this finding is included in all of the Regional Administrator CQI [Continuous Quality Improvement] Team meetings.

As part of the proposed requirement for an annual face-to-face meeting, Internal Audit will also conduct an adoption assistance case file review as previously outlined. The audit program has been written and is in the review stage. Based on current staffing and current priorities, the completion of this audit is estimated to be within the calendar year 2007.

Finding Number	06-DHS-07
CFDA Number	10.561
Program Name	Food Stamp Cluster
Federal Agency	Department of Agriculture
State Agency	Department of Human Services
Grant/Contract No.	3F5404, 3F6404
Finding Type	Reportable Condition and Noncompliance
Compliance Requirement	Allowable Costs/Cost Principles
Questioned Costs	\$2,768

The department did not mitigate the risk of charging unnecessary costs associated with unused telephone lines to federal grants resulting in federal questioned costs of over \$4,200

Finding

The Director of Office Services did not ensure that her staff routinely monitored the use of the department's telephone lines and as a result federal programs were inadvertently billed to recover administrative costs associated with telephone lines within the department. However, department staff had not used these phone lines to make outgoing long-distance phone calls for the period September 2004 through June 2006.

The department requests telephone service through the Department of Finance and Administration (F&A). F&A bills DHS each month for the total number of phone lines requested by the department. Management of the department is responsible for monitoring the department's telephone line usage and informing F&A when lines are no longer needed. Upon notice, F&A begins the process of terminating the phone line and discontinuing the billing for the terminated lines.

As a result of audit testwork performed by our office at the Department of Finance and Administration on phone lines of several departments, we performed analytical procedures and found that for the period September 2004 through June 2006, the Department of Human Services had 657 telephone lines which had not been used to make any outgoing long-distance phone calls. We selected a sample of 25 of the 657 phones lines to determine whether the phone lines were in use by the department. We found that for 18 of 25 telephone lines tested (72%), there was no evidence the department was currently using the phone line. We also provided the results of our testwork to the Director of Office Services for follow-up. In September 2006, the Director of Office Services stated that a request had been submitted to F&A to terminate the apparent unused telephone lines. The department paid \$4,900 for the year ended June 30, 2006, for the 18 phone lines. Of this amount, the department drew down federal administrative costs of \$521 from the State Administrative Matching Grants for Food Stamp Program and \$782 from the Vocational Rehabilitation Program. We believe the likely federal question cost associated with this condition for each of the two federal programs exceeds \$10,000, and as such, we are required by the federal Office of Management and Budget Circular A-133 to report this condition

as a finding. The remaining \$3,597 was funded either with state funds or other federal programs. Amounts charged to other individual federal programs did not exceed \$10,000.

Also, we learned that the department's Internal Audit section had performed a review of phone lines in Hamilton County. Upon reviewing that report, we noted an additional 42 phone lines for which the Hamilton County staff had not made any outgoing long-distance calls. We asked the Director of Office Services to follow-up on these 42 and as a result of this follow-up, the Director requested F&A to terminate 41 of those lines because they were not used; the remaining line was in use. The department paid \$15,205 for the year ended June 30, 2006, for the 41 phone lines which were terminated. Of this amount, the department drew federal administrative costs of \$2,247 from the State Administrative Matching Grants for Food Stamp Program and \$698 from the Vocational Rehabilitation Program.

Payments for unused telephone lines do not meet the reasonable criteria for allowable costs according to Office of Management and Budget Circular A-87, Cost Principles for State, Local, and Indian Tribal Governments, Attachment A, Section C.2. The circular states, "A cost is reasonable if, in its nature and amount, it does not exceed that which would be incurred by a prudent person under the circumstances prevailing at the time the decision was made to incur the cost. The question of reasonableness is particularly important when governmental units or components are predominately federally funded."

Recommendation

The Director of Office Services should periodically review the department's telephone line usage and request F&A to terminate any unused lines. The Director should also ensure corrective action is taken to address the department's internal audit report and should resolve any outstanding issues promptly. Also, the department should not bill the federal government for unnecessary/unreasonable costs.

Management should ensure that other risks are adequately identified and assessed in management's documented risk assessment. Management should identify specific staff to be responsible for the design and implementation of internal controls to adequately mitigate those risks and to prevent and detect exception timely. Management should also identify staff to be responsible for on-going monitoring for compliance with all requirements and management should take prompt action should exceptions occur.

Management's Comment

We concur. The Department does have controls in place to monitor telephone line usage and identify inactive telephone lines. After verifying inactivity DHS will request the Department of Finance and Administration to terminate that telephone line.

This task was complicated during the audit period because a number of initiatives within DHS resulted in the authorized position count climbing from 5,281 in fiscal year 2005 to 5,814

during fiscal year 2006. The authorized position count then fell to 5,585 for the fiscal year 2007. Therefore the “point in time” telephone survey employed may not be indicative of telephone usage throughout the entire year for the purpose of calculating questioned costs.

Further not all 5300 DHS staff, not including contractors, have a business need nor are they authorized to make long distance telephone calls. We believe the fact that long distance telephone calls were not made from a particular telephone does not mean that telephone was not in use for the entire year.

Management has always been concerned with monitoring, identifying, assessing and mitigating risk. We continually check and refine our program controls to address areas of potential risk. Further, management has undertaken a Department-wide risk assessment to reevaluate all areas of the Department’s risk.

Finding Number	06-DOM-01
CFDA Number	16.007, 97.004, 97.067
Program Name	Homeland Security Cluster
Federal Agency	Department of Homeland Security
State Agency	Department of Military
Grant/Contract No.	2003-TE-TX-0154, 2003-MU-T3-0002, 2004-GE-T4-0006, 2005-GE-T5-0008
Finding Type	Noncompliance
Compliance Requirement	Subrecipient Monitoring
Questioned Costs	None

The Military Department of Tennessee developed, but did not implement, procedures for on-site monitoring of subrecipients of Homeland Security grants, thereby increasing the risk of federal funds being used for unauthorized purposes

Finding

The Military Department of Tennessee (DOM) did not implement on-site monitoring procedures to ensure subrecipients administered the federal Homeland Security program in accordance with all federal requirements. DOM has been designated by the U.S Department of Homeland Security as the State Administering Agency of the Homeland Security Cluster. As required by Homeland Security Cluster regulations, the State Administering Agency must award a specific percentage of the Homeland Security funds to subrecipients (local governments) to carry out this federal program. During the year ended June 30, 2006, DOM contracted with 93 county governments to carry out the program objectives of the Homeland Security Cluster.

Office of Management and Budget Circular A-133, Section 400(d)(3), requires pass-through entities such as DOM to “Monitor the activities of subrecipients as necessary to ensure that Federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved.” To meet this requirement, DOM developed monitoring procedures that included on-site monitoring of subrecipients. Those procedures required the preparation of worksheets by DOM to identify high and low risk subrecipients, as well as for the performance of monitoring activities on-site at the selected county governments. However, per the Director of Internal Review, the on-site monitoring activities had not been performed.

Recommendation

The Director of Internal Review should implement the on-site monitoring portion of the department’s monitoring procedures.

Management should ensure that other risks are adequately identified and assessed in management’s documented risk assessment activities. Management should also mitigate those

risks to prevent and detect exceptions timely. Management should also identify staff to be responsible for ongoing monitoring for compliance with all requirements and management should take prompt action should exceptions occur.

Management's Comment

We concur that program monitoring was deficient in the areas of formalized site visits and reporting as outlined by the Subrecipient Monitoring Plan. However, the programs were monitored in accordance with federal regulations through coordination by the appropriate Program Managers with federal, state, and local representatives.

Department of Military (DOM) has a sub recipient monitoring plan in place. This plan identifies all Homeland Security contracts as low risk. The Program Monitoring position originally resided under the Tennessee Emergency Management Agency (TEMA). However, DOM is currently under the transition of having the responsibility shifted from TEMA to Director of Internal Review. The Director of Internal Review will have the responsibility to submit a new Subrecipient Plan by June 30, 2007 for the upcoming year.

However, please note that the program staff within TEMA make regular on site visits in regards to the Homeland Security contracts. These on site visits are to check the status of the contracts and to assist the counties with any issues that they may have. TEMA also receives adequate back up documentation, including invoices, purchase orders and bid documents from the counties before reimbursements are made. This ensures that the Federal awards are used for authorized purposes in compliance with the federal laws and regulations. Also, another process control is the Title VI Coordinator who will not process a contract as well as release a payment request, if the recipient is not in compliance. In addition to the above, an inspection at the federal and state levels is performed at the contract closeout, in order to inspect the work and review the final documentation provided. TEMA also receives Bi-Annual Reports from the counties on the status of each Homeland Security contracts. This report represents the status of projects associated with each contract. The Bi-Annual reports are also submitted to Department of Homeland Security. Another oversight TEMA has in place is the employment of Area Coordinators throughout the State. Each county is assigned an Area Coordinator. The Area Coordinator assists the local counties with planning and execution of the contract. The Area Coordinators regularly visit these counties and assist the program staff with any issue that may arise with the counties in regards to the Homeland Security Contracts.

Finding Number 06-DOM-02
CFDA Number 16.007, 97.004, 97.076
Program Name Homeland Security Cluster
Federal Agency Department of Homeland Security
State Agency Department of Military
Grant/Contract No. 2003-TE-TX-0154, 2003-MU-T3-0002, 2004-GE-T4-0006,
 2005-GE-T5-0008
Finding Type Reportable Condition
Compliance Requirement Reporting
Questioned Costs None

Management did not reconcile financial information included in reports submitted to the Department of Homeland Security with the state’s accounting records, thereby increasing the risk that the reports could contain inaccurate information

Finding

The Military Department of Tennessee (DOM) is required to submit an *SF-269, Financial Status Report* (FSR) quarterly to the Department of Homeland Security. According to the Office of Management and Budget Circular A-133 Compliance Supplement, required federal reports should be “...supported by applicable accounting or performance records...” Also, the State of Tennessee Closing Procedures require state agencies to submit reconciliations to the Department of Finance and Administration, if the amounts reported in the Schedule of Expenditures of Federal Awards (SEFA) do not agree with the State of Tennessee Accounting and Reporting System (STARS) 830 report (Schedule of Grant Activity Report) or disbursements in the general accounting records, as well as amounts reported in federal reports. We compared the amounts reported in the FSR with the amounts reported in the SEFA and recorded in the accounting records. Our comparison indicated that expenditures reported in the accounting records and SEFA agreed. However, expenditures in the FSR were \$3,944,584.39 more than expenditures recorded in the accounting records, see the table below.

CFDA Number	FSR Expenditures	STARS 830 Expenditures	Difference
16.007	15,230,002.24	14,660,195.37	569,806.87
97.004	23,271,864.78	22,119,584.33	1,152,280.45
97.067	9,469,168.57	7,246,671.50	2,222,497.07
Total	47,971,035.59	44,026,451.20	3,994,584.39

Because of the differences between the FSR and the accounting records, we asked to see the reconciliations required by the State of Tennessee Closing Procedures. However, the Fiscal Director II had not prepared any reconciliations between the FSR and STARS. After the auditor’s request, the Fiscal Director II prepared a reconciliation of total expenditures for the

year ended June 30, 2006 in the FSR to the accounting records. We reviewed the reconciliations and noted immaterial differences between the FSR and the accounting records. Because management had not prepared reconciliations between the FSR and STARS on a quarterly basis, we were unable to determine if the expenditures reported quarterly to the Department of Homeland Security were supported by the accounting records or otherwise accurate. However, it appears that cumulative expenditures for the year ended June 30, 2006, in the FSR could be supported with the accounting records, with immaterial differences.

Recommendation

The Fiscal Director II should establish formal procedures to ensure that amounts reported quarterly to the Department of Homeland Security are supported by the accounting records and accurate. Such procedures should identify staff responsible for preparing formal reconciliations between the FSR and the accounting records and staff responsible for reviewing and approving the reconciliations. In addition, the Fiscal Director II should ensure that reconciliations required by the State Department of Finance and Administration are prepared and submitted in accordance with the State of Tennessee Closing Procedures. Management should include the risks identified in this finding in management's documented risk assessment.

Management should ensure that other risks are adequately identified and assessed in management's documented risk assessment activities. Management should also mitigate those risks to prevent and detect exceptions timely. Management should also identify staff to be responsible for ongoing monitoring for compliance with all requirements and management should take prompt action should exceptions occur.

Management's Comment

We partially concur with the finding. Although the fiscal office reconciles grants to the STARS 830 report, it does not take that additional step of reconciling the STARS 830 report to the FSRs. In the past, the fiscal office has reconciled monthly cost center billing reports to the individual FSRs. These monthly cost center billing reports are reconciled to the accounting records.

As noted above by the auditors, their "comparison indicated that expenditures recorded in the accounting records and SEFA (Schedule of Federal Assistance) agreed." Also, the auditors noted above that "it appears that cumulative expenditures for the year ended June 30, 2006, in the FSR could be supported with the accounting records, with immaterial differences."

Therefore, if cumulative expenditures on the FSRs for the year are materially correct in comparison with the accounting records, then the auditors are merely questioning why individual quarterly FSRs are not matching the accounting records. The individual quarterly FSRs may not match for a particular quarter being reviewed to the STARS 830 report due to 5 main factors: (1) Inherent timing issues in the state's accounting system, (2) Federal Compliance Requirements

(3) Online internet submission of accounting data and (4) Indirect Cost Expenditures (5) Errors made on quarterly FSRs were corrected prior to year end.

Management will add the procedure for reconciling the FSR to the STARS 830 accounting data a quarterly responsibility prior to submission of each FSR. In addition, management will add this reconciliation to their policies and procedures manual in the fiscal office. Furthermore, the completion and review of these reconciliations for the quarterly FSRs will be discussed and included in the appropriate employee job plans. The Fiscal Director will monitor compliance with these policies and procedures.

Finally, management has already identified the need to expand the Internal Review section within the Military Department to aid management in monitoring compliance with all internal and external policies and procedures affecting the department. The expansion of the Internal Review section has already begun and should be fully staffed by the beginning of state fiscal year 2008.

Auditor's Comment

As noted in the finding, there were material differences between the amounts reported in the FSR and recorded in the accounting records. Because of these material differences, we asked to see management's reconciliations. However, as noted in the finding, no reconciliations had been prepared. Only after the auditor's request that the Fiscal Director II prepare reconciliations were we able to determine that the material differences between the amounts reported in the FSR and recorded in the accounting records, except for immaterial unreconciled amounts, were supported by the accounting records. As noted in the finding, Office of Management and Budget Circular A-133 Compliance Supplement require federal reports to be supported by the accounting records and the State of Tennessee Closing Procedures require reconciliations between the amounts reported in federal reports and the accounting records.

Finding Number	06-DOT-01
CFDA Number	20.205
Program Name	Highway Planning and Construction Cluster
Federal Agency	Department of Transportation
State Agency	Department of Transportation
Grant/Contract No.	N/A
Finding Type	Reportable Condition and Noncompliance
Compliance Requirement	Davis-Bacon Act
Questioned Costs	None

The department did not always comply with the Copeland Act, increasing the risk that the department will fail to detect workers not receiving the prevailing wage rates

Finding

As noted in the prior audit, the department did not always receive payroll records from project contractors or subcontractors within the time frame required by the Copeland Act and failed to always date-stamp the payroll records when received.

The Copeland Act requires each contractor or subcontractor to submit to the department a weekly statement of the wages paid to each employee. Under the *Code of Federal Regulations*, Title 29, Chapter 1, Part 3, Section 4(a), contractors or subcontractors are required to submit certified payrolls, within seven days of the payroll pay date, to a representative of a federal or state agency at the site of the building or work. If no such representative of a federal or state agency is present at the site of the building or work, the certified payroll should be mailed to the federal or state agency within seven days. The payroll records are used by the department to determine if laborers and mechanics employed by contractors or subcontractors on federal contracts are being paid no less than the prevailing wage rates established for that locale by the U.S. Department of Labor.

Management stated in their response to the prior finding that “we will develop a policy to address...dating the payrolls when received.” The department management implemented the corrective action it had promised and drafted a new policy to address requirements of the timely receipt of contractor and subcontractor payroll records. However, the department did not have the formal written policy in place during our audit period of July 1, 2005, through June 30, 2006. The new policy requires the date-stamping of payroll records upon receipt. The new policy also includes steps to be taken if payroll records are not submitted to the department within seven days. The Commissioner approved the new policy on November 16, 2006. However, because management was not able to complete its corrective action plan during our current audit period, we were not able to review the department’s compliance with the new policy in regards to actions taken for the late submission of payroll records. We did test for the date-stamping of payroll records on a sample basis as discussed below in order to determine compliance with the Copeland Act.

We selected a sample of construction transactions. For the month of the transaction, we performed testwork to determine if the department complied with the Copeland Act for that month. We found the following problems in our testwork:

- For 8 of 44 construction transactions tested (18%), the project contractors or subcontractors did not submit or did not submit timely the certified payrolls for the month tested. Seven payrolls were received between 11 and 82 days late, and there was no evidence that one payroll was submitted at all. For an additional 11 payrolls, the date payrolls were received could not be determined since department staff did not date-stamp the payrolls when received. As a result, compliance with the Copeland Act could not be determined for these 11 construction transactions.

When the department does not develop and implement adequate formal policies and procedures to assure compliance with federal regulations, there is an increased risk that the department will fail to detect workers not receiving the prevailing wage rates.

Recommendation

The Commissioner and Chief Engineer should identify staff at the appropriate level to be responsible for ensuring that the department's new policy for contractor payrolls is followed and that adequate training is provided to the employees. In addition, management should ensure adequate monitoring and oversight for all compliance requirements. Management should include the risks noted in this finding in management's documented risk assessment.

The Commissioner should also ensure that other risks of improper accountability, noncompliance, fraud, waste, or abuse are adequately identified and assessed in management's documented risk assessment. Management should implement effective controls to ensure compliance with applicable requirements and assign staff to be responsible for ongoing monitoring of the risks and mitigating controls. Management should take appropriate action if deficiencies occur.

Management's Comment

We concur. Since the end of the audit period, Departmental Policy Number 301-02 has been implemented. Effective November 16, 2006, this policy addresses compliance with both the Davis-Bacon Act and the Copeland Act and includes steps to be taken by departmental personnel and corrective actions for instances of non-compliance.

Finding Number	06-DOT-02
CFDA Number	20.205
Program Name	Highway Planning and Construction Cluster
Federal Agency	Department of Transportation
State Agency	Department of Transportation
Grant/Contract No.	N/A
Finding Type	Reportable Condition
Compliance Requirement	None
Questioned Costs	None

The Department of Transportation has not developed a disaster recovery plan for certain vital system applications which run independently from the state’s data center, increasing the risk of extended interrupted service in the event of an emergency or disaster

Finding

The Department of Transportation does not have a disaster recovery plan for applications which run independently from the Office for Information Resources (OIR) data center. A disaster recovery plan provides for the continuity of operational functions in case its applications are destroyed. Based on discussions with the Information Systems Director, the department runs its own applications which are considered vital to the department and the state. These applications include the Program, Project, and Resource Management (PPRM); Construction Management System (CMS); Maintenance Management System (MMS); Transportal; Oracle; and In-house client/server applications. Each application is described below:

- PPRM – PPRM is used to plan, schedule, and track the critical deadlines, tasks, resources, and budgets for the department’s project development process. This system is the tool to ensure the project comes in on time and within budget. Also, the system facilitates the scheduling of department resources for workload projections and helps staff to determine when consultant services will be required, time phases for project development, and actual project commitments. PPRM was implemented in March 2001.
- CMS – CMS is a series of software applications that provide the following benefits to the department: improved project cost estimation from planning through construction phases; advanced bid letting processing with automated tracking and maintenance; management of construction projects via a centralized location for storing project information; and a means to capture, store, distribute, and analyze construction data. The software applications that make up CMS and their implementation dates are as follows: Proposal and Estimates System (February 1, 2002), Letting and Award System (February 1, 2002), Expedite (February 1, 2002), Bid Express (July 2005), Decision Support System (April 2002), Final Records (1999), and FieldBook (1999).

- MMS – This is an Oracle based system intended to enhance the department’s effectiveness by taking advantage of maintenance management planning and execution and allowing tasks to be performed in an organized, systematic manner, so that predictable results and service levels can be achieved and so that the process can be better controlled. MMS was put into use on July 1, 2005.
- Transportal – Transportal is the department’s intranet home page. It contains various information including menus with links to major applications, utility programs, and other useful sites. It also displays a department calendar, the users’ phonebook information, and leave balances. This system was implemented in early 2003.
- Oracle – This serves as the database in which data is stored by most applications used by the department.
- In House Client/Server Applications – These are small applications that were developed in-house. According to the Information Systems Director, there are approximately 250 of these small applications.

According to the Information Systems Director, the department’s management has not had sufficient funding to develop the disaster recovery plan for the systems noted above. The potential for interrupted service and lost data increases significantly without an adequate recovery plan. In the event of an emergency or disaster, the department may not be equipped to carry out day-to-day operations which are supported by these applications.

Recommendation

The Commissioner of the Department of Transportation should ensure that a disaster recovery plan is developed for these in-house applications considered vital to the department and the state. Top management and the Information Systems Director should determine if a disaster recovery plan is needed for any other applications not included in this finding. The plan should document specific processes and procedures and might include, but not necessarily be limited to,

- guidelines for damage assessment,
- guidelines for declaring a disaster,
- guidelines for reporting a disaster to the alternate recovery site,
- a current list of recovery team members and telephone numbers,
- procedures for assembling the disaster recovery team,
- a definition of recovery team members’ responsibilities,
- guidelines for press releases and media contacts,
- movement of backup files to the alternate recovery site,

- guidelines for recovering communication networks,
- detailed instructions for restoring disk files,
- detailed processing priorities, and
- restoration or relocation of the original processing site.

Management should include the risks noted in this finding in management's documented risk assessment.

The Commissioner should also ensure that other risks of improper accountability, noncompliance, fraud, waste, or abuse are adequately identified and assessed in management's documented risk assessment. Management should implement effective controls to ensure compliance with applicable requirements and assign staff to be responsible for ongoing monitoring of the risks and mitigating controls. Management should take appropriate action if deficiencies occur.

Management's Comment

We concur. The Tennessee Department of Transportation (TDOT) is knowledgeable about the risks to the department's technology operations and the need to have appropriate disaster recovery/business resumption controls. TDOT has already completed efforts to inventory all applications for the purpose of assessing their levels of criticality. Likewise, the IT Division will work closely with the department's Strategic Planning Division to ensure that disaster recovery processes are well-integrated into all TDOT business continuity planning.

TDOT will concentrate its early efforts primarily on the "business" portion of the disaster recovery plan and await OIR's establishment of enterprise disaster recovery capabilities (alternate recovery site). In the meantime, TDOT will join with OIR to consolidate its servers at the State's data center (providing a safer server environment and mitigating current risks). During this consolidation initiative, TDOT IT will consult with OIR to determine if the current server location in the Polk Building can serve as an alternate recovery site while OIR is working toward establishing enterprise disaster recovery facilities for the State.

Finding Number	06-DOT-03
CFDA Number	20.205
Program Name	Highway Planning and Construction Cluster
Federal Agency	Department of Transportation
State Agency	Department of Transportation
Grant/Contract No.	N/A
Finding Type	Reportable Condition and Noncompliance
Compliance Requirement	Subrecipient Monitoring
Questioned Costs	None

The department did not always comply with OMB Circular A-133 regarding the monitoring of subrecipients, increasing the risk of the department not detecting problems with subrecipients

Finding

The Department of Transportation (DOT) did not comply with certain Office of Management and Budget (OMB) Circular A-133 provisions regarding subrecipient monitoring for Federal-Aid Highway Program subrecipients. Specifically, we found that the department did not always notify the subrecipient of the applicable CFDA [*Catalog of Federal Domestic Assistance*] number, the department did not monitor all the subrecipients designated for monitoring by the department, and the department did not always ensure audits were performed of subrecipients as required.

OMB Circular A-133, Part 3, establishes requirements for the monitoring of subrecipients receiving federal monies from a pass-through entity. The circular states:

- *Award Identification* - At the time of the award, [identify] to the subrecipient the Federal award information (e.g., CFDA [*Catalog of Federal Domestic Assistance*] title and number, award name, name of Federal agency) and applicable compliance requirements.
- *During-the-Award Monitoring* - Monitoring the subrecipient's use of Federal awards through reporting, site visits, regular contact, or other means to provide reasonable assurance that the subrecipient administers Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved.
- *Subrecipient Audits* - (1) Ensuring that subrecipients expending . . . \$500,000 or more in Federal awards during the subrecipient's fiscal year have met the audit requirements of OMB Circular A-133 and that the required audits are completed within 9 months of the end of the subrecipient's audit period, (2) issuing a management decision on audit findings within 6 months after receipt of the subrecipient's audit report, and (3) ensuring that the

subrecipient takes timely and appropriate corrective action on all audit findings. In cases of continued inability or unwillingness of a subrecipient to have the required audits, the pass-through entity shall take appropriate action using sanctions.

Department Did Not Notify Subrecipients of Applicable CFDA Number

We tested 63 Federal-Aid Highway Program subrecipients that were scheduled for monitoring by the Finance Division during the current audit period. Our testwork disclosed the following:

- For 53 of 63 subrecipients selected for testwork (84%), the responsible program staff did not notify subrecipients of the CFDA number in the award document as required by OMB Circular A-133. According to the Transportation Manager 2, personnel in the program sections were never advised that they should include the CFDA numbers in contracts.

Department Did Not Monitor All Subrecipients According To Its Monitoring Plan

To accomplish the objectives of award monitoring, the department developed a subrecipient monitoring plan which is used as the guidance for how the department's monitoring of subrecipients is to be conducted to ensure compliance with state and federal regulations. The department's plan states that ". . . the financial monitor manager selects the grantees to be monitored based on the 1/3 of the number of contracts and 2/3 of the dollar value of contracts . . ." The department's Audit Manager is responsible for selecting a sufficient number of subrecipients to be monitored both fiscally and programmatically on a yearly basis to comply with the one-third and two-thirds requirements. Our testwork on Federal-Aid Highway Program subrecipients disclosed the following:

- Sixteen of 53 subrecipients selected for monitoring by the department (30%) were not monitored. For fifteen of the 16 subrecipients, the department did not perform fiscal monitoring and did not perform programmatic monitoring for the remaining subrecipient. The department's Audit Manager stated the failure to monitor all designated subrecipients was due to a lack of personnel.

In addition, we could not determine whether the department followed its plan to monitor 1/3 of its contracts and 2/3 of the dollar value of contracts because of problems we found with the listing of subrecipient contracts used by the department to evaluate and select subrecipients for monitoring. We found that the listing of subrecipient contracts contained 19 contracts that were closed. Also, we determined that the listing of subrecipient contracts did not always have accurate information on subrecipients' expenditures for the fiscal year ended June 30, 2006. For four subrecipients, the listing showed no expenditures for the fiscal year, but we determined through a review of the accounting records that these four subrecipients had incurred expenditures ranging from \$2,273 to \$308,056.

Department Did Not Ensure Subrecipient Audits Were Properly Completed

We tested a listing of 132 subrecipients receiving Federal-Aid Highway Program federal funds to determine if department staff ensured audits were completed when an audit was required by OMB Circular A-133. Our testwork disclosed that:

- For 96 of 132 subrecipients tested (73%), the department's Audit Manager did not ensure audits were completed as required by OMB Circular A-133. The Audit Manager stated that he was not aware that the department was required to have a system in place to ensure these subrecipient audits were performed. The employee's supervisor was aware of the audit requirement and stated that subrecipients' audits are requested during the monitoring process. However, he acknowledged that the department does not have a process in place to ensure all required subrecipient audits are completed. Also, for one of the 96 subrecipients tested, we determined that independent auditors had disclosed a finding related to the Highway Planning and Construction program in their report, but there was no evidence that the department took any action regarding the finding. According to the DOT auditor assigned to that subrecipient, it is standard procedure for DOT auditors to review the most current independent audit reports during their monitoring reviews (During-the-Award monitoring) to determine whether these independent audit reports contained findings. Since the subrecipient was not monitored, the DOT auditor did not review the most current independent audit report. As a result, the DOT auditor did not know of the finding and did not take the action required by OMB Circular A-133. After we brought the subrecipient's audit finding to the DOT auditor's attention, the DOT auditor followed up by obtaining the subsequent independent audit report which disclosed that the finding was not repeated. We also reviewed the subsequent independent audit report and confirmed the finding was not repeated.

The Department of Transportation serves as a pass-through entity for the Federal-Aid Highway Program. At June 30, 2006, the department had outstanding contracts with subrecipients under this program for a total maximum liability in excess of \$130 million. Failing to follow the established monitoring plan, maintaining inaccurate listings of subrecipients, and not ensuring required subrecipient audits are completed increases the risk that problems including fraud, waste, abuse, and noncompliance by subrecipients will occur and not be detected in a timely manner by the department. In addition, proper notification of CFDA numbers is important to ensure subrecipients are aware of the sources of their funding and the related federal regulations.

Recommendation

The DOT Program Directors should ensure that the applicable CFDA number is included in all award documents for subrecipients. The department's Audit Manager should ensure that accurate and up-to-date information on subrecipients is maintained for use in the monitoring process. The Commissioner and Chief of Administration should ensure that a review of the

current organizational structure and staffing over subrecipient monitoring is performed to determine whether the staff size and structure are adequate to properly monitor subrecipients and take the appropriate actions once a decision is reached. In addition, the Commissioner and Chief of Administration should ensure that policies and procedures are developed and implemented to ensure that subrecipient audits are completed as required and reviewed by departmental personnel. Department personnel should follow up with proper action for any reported findings. Management should include the risks noted in this finding in management's documented risk assessment.

The Commissioner should also ensure that other risks of improper accountability, noncompliance, fraud, waste, or abuse are adequately identified and assessed in management's documented risk assessment. Management should implement effective controls to ensure compliance with applicable requirements and assign staff to be responsible for ongoing monitoring of the risks and mitigating controls. Management should take appropriate action if deficiencies occur.

Management's Comment

We concur. Program areas in the department subject to subrecipient monitoring have adopted a standard CFDA reporting format to make sure grantees are notified of the CFDA number. The list of subrecipient contracts prepared by the program areas will be checked with the accounting records to ensure up-to-date information is used. A procedure will be developed so that the audited financial statements and reports of subrecipients will be reviewed and appropriate action will be taken for any reported findings.

Finding Number	06-UTH-01
CFDA Number	84.032
Program Name	Student Financial Assistance Cluster
Federal Agency	Department of Education
State Agency	University of Tennessee
Grant/Contract No.	None
Finding Type	Reportable Condition and Noncompliance
Compliance Requirement	Special Tests and Provisions
Questioned Costs	None

The registrar’s office in Memphis failed to properly report student status changes, increasing the risk of not initiating the student loan repayment process

Finding

As noted in the prior audit, the registrar’s office at the University of Tennessee Center for the Health Sciences in Memphis did not properly report student status changes for the Federal Family Education Loan (FFEL) borrowers who withdrew from classes or graduated. We found that the registrar’s office in Memphis had not implemented effective data entry controls or ongoing monitoring reviews, and reporting discrepancies were still occurring. According to the *Federal Student Aid Handbook*, volume 2, page 170:

Student enrollment information is *extremely important*, because it is used to determine if the student is still considered in school, must be moved into repayment, or is eligible for an in-school deferment. For students moving into repayment, the out of school status effective date determines when the grace period begins and how soon a student must begin repaying loan funds [emphasis added].

Changes in enrollment to less than half-time, graduated, or withdrawn must be reported to NSLDS within 30 days. However, if a scheduled Roster file report is expected within 60 days, the university may provide the information on this report.

Testwork at Memphis revealed that for 3 of 27 FFEL student borrowers tested (11%), enrollment status changes were not properly reported.

- Based on the change of status withdrawal form, one student was dismissed on October 21, 2005. However, the registrar’s office reported to the National Student Loan Data System (NSLDS) that the student was a full-time student on November 11, 2005, and on all subsequent reports.
- We also found that a second student graduated in May 2006, but the registrar’s office had no record of reporting to NSLDS based on the reporting identification number

used by the Memphis campus. However, we did find that the student's change in status had been reported under the reporting identification number used by the University of Tennessee at Knoxville. Under that number, a March 2006 report to NSLDS incorrectly reported that the student graduated in October 2004. The registrar in Memphis stated that the registrar's office did not submit this data. The Memphis campus and the Knoxville campus are working to resolve these differences.

- Testwork also revealed that a third student was reported on the October 2005 NSLDS report as withdrawing effective July 2005; however, the student's institutional enrollment records revealed that his academic program began in July 2005 and the student actually withdrew in September 2005. As a result of this inaccurate reporting, the Federal Perkins Loan (FPL) servicer missed the deadline for exit interviews, "within 30 days of withdrawal."

Based on our discussions, management in the Memphis registrar's office did not review the records or implement effective data entry controls to prevent inaccurate reporting to NSLDS. The registrar could not determine the exact cause of these errors but indicated that a probable cause was manual data entry errors or reporting inconsistency with the Knoxville campus.

The failure to accurately report student status changes could result in the inappropriate granting of an in-school deferment or the failure to properly initiate the loan repayment process.

Recommendation

University management and the registrar at Memphis should ensure that all student status changes for FFEL loan recipients are reported accurately and in compliance with federal regulations. University management should determine the cause of these errors and develop a process to perform ongoing reviews and implement key data entry controls to ensure proper reporting.

Management should ensure that risks such as these noted in this finding are adequately identified and assessed in their documented risk-assessment activities. Management should identify specific staff to be responsible for the design and implementation of internal controls to prevent and detect exceptions timely. Management should also identify staff to be responsible for ongoing monitoring for compliance with all requirements and taking prompt action should exceptions occur.

Management's Comment

We concur. The registrar's office will report student status changes within the scheduled NSLDS reporting period as required. The following steps will be taken to ensure the university's compliance with federal regulations in reporting student status changes for FFEL loan recipients accurately by the university registrar: (1) The university will continue to work towards correcting any problems relating to campus identification numbers. (2) The university began in

September 2006 and will continue to directly enter student status changes on roster files submitted by the university. The university will implement review and data entry control procedures to ensure accurate reporting. (3) The university will review its roster files for on-going errors. (4) The university will keep a direct line of communication between the registrar and the financial aid director as to FFEL recipient status changes.

Finding Number	06-DFA-01
CFDA Number	93.778
Program Name	Medicaid Cluster
Federal Agency	Department of Health and Human Services
State Agency	Department of Finance and Administration
Grant/Contract No.	05-0505TN5028, 05-0605TN5028
Finding Type	Noncompliance
Compliance Requirement	Eligibility
Questioned Costs	None

Although TennCare management continues to acknowledge its responsibility to take action in this matter, for the seventh consecutive year TennCare does not have a court-approved plan to redetermine or terminate the TennCare eligibility of SSI enrollees who become ineligible for SSI, thus increasing the costs of the TennCare program

Finding

As noted in prior audit findings in the previous six audits, TennCare does not redetermine or terminate the TennCare eligibility of Supplemental Security Income (SSI) enrollees who become ineligible for SSI. This is because TennCare still does not have a court-approved plan which would allow TennCare to make a new determination of the eligibility of these enrollees. According to 1200-13-13-.02(1)(c) of the *Rules of the Tennessee Department of Finance and Administration, Bureau of TennCare*, “The Social Security Administration determines eligibility for the Supplemental Security Income (SSI) Program. Tennessee residents determined eligible for SSI benefits are automatically eligible for and enrolled in TennCare Medicaid benefits.” However, when an individual enrolled in TennCare as an SSI enrollee is terminated from SSI, TennCare does not redetermine or terminate the enrollee’s eligibility. Currently, TennCare does not terminate SSI recipients unless the recipient dies, moves out of state and is receiving Medicaid in another state, or requests in writing to be disenrolled. This issue was first reported in the audit for year ended June 30, 2000. Management’s comment to the most recent prior finding is noted below.

In the audit finding for year ended June 30, 2005, we reported that TennCare and the Plaintiff’s attorneys still have not reached an agreement for the Daniels’ class action lawsuit. Management concurred with that finding and stated:

TennCare’s position has not changed since the last audit. The Deputy Commissioner will continue to work towards a court-approved proposal with Plaintiff’s counsel. TennCare also will continue to disenroll those persons who Plaintiff’s counsel has agreed that we may disenroll.

The *Cluster Daniels et al. vs. the Tennessee Department of Health and Environment et al.* court order states,

. . . defendants are hereby ENJOINED from terminating Medicaid benefits without making a de novo [a new] determination of Medicaid eligibility independent of a determination of SSI eligibility by the Social Security Administration. The Court further ENJOINS defendants to submit to the Court and to plaintiffs, within thirty (30) days of entry of this Order, the plan by which defendants have implemented de novo determination of Medicaid eligibility. . . .

Furthermore, the court has required that the Medicaid program must determine whether or not the recipient's termination from SSI was made in error.

According to TennCare management, TennCare has approached Plaintiff's attorneys numerous times, and thus far, Plaintiff's attorneys have been unwilling to accept any plan dealing with de novo eligibility determinations for the SSI population. TennCare is in consultation with its attorneys to develop a new eligibility and disenrollment plan for the Daniels population. Until the time that a plan is approved by the court, TennCare plans to continue to abide by current court orders on who can be disenrolled.

By not having a court-approved plan that would allow TennCare to determine if terminated SSI recipients are still eligible for TennCare and to terminate ineligible enrollees, TennCare is allowing potentially ineligible enrollees to remain on TennCare until they die, move out of state and receive Medicaid in another state, or request in writing to be disenrolled.

According to TennCare management, there were approximately 159,897 non-dual SSI enrollees and approximately 169,897 dual SSI enrollees at June 30, 2006. Dual enrollees are enrollees receiving Medicaid (TennCare) and Medicare benefits. Of these, approximately 60,537 non-dual and 88,303 dual enrollees have lost SSI eligibility but remain on TennCare without a new determination of eligibility because TennCare does not have a court-approved plan. As a result, TennCare does not know how many of the approximately 149,000 would be currently eligible under existing eligibility guidelines.

According to a recent study concerning per capita costs for the TennCare Program, the average estimated MCO cost per SSI enrollee for fiscal year 2006 is \$630.16 per month for non-dual enrollees and \$197.96 per month for dual enrollees. Based upon these average costs per enrollee, the approximate cost for the 60,537 non-dual and 88,303 dual enrollees who have lost SSI eligibility but remain on TennCare without a new determination of eligibility was \$458 million and \$210 million, respectively. As a result, the total amount paid for these enrollees is approximately \$668 million for year ended June 30, 2006.

Recommendation

The Director of TennCare should finalize a plan that would allow TennCare to determine if terminated SSI recipients are still eligible for TennCare and terminate ineligible enrollees. That plan should then be submitted to the court for approval.

The Director should continue to ensure that TennCare complies with all court orders and injunctions that relate to the eligibility of SSI enrollees.

Management's Comment

We concur that the state does not have a court-approved plan that has been agreed to by Plaintiffs' counsel in *Daniels*. The Deputy Commissioner will continue to work towards a court-approved proposal with Plaintiffs' counsel.

After consultation with Medicaid programs from neighboring states, a verification request form letter has been developed and implemented effective June 7, 2006, by the TennCare Director of Eligibility Services, to disenroll those persons who move out of state and receive Medicaid in another state. TennCare will continue to disenroll those persons who Plaintiffs' counsel has agreed that we may disenroll.

Finding Number	06-DFA-02
CFDA Number	93.778
Program Name	Medicaid Cluster
Federal Agency	Department of Health and Human Services
State Agency	Department of Finance and Administration
Grant/Contract No.	05-0505TN5028, 05-0605TN5028
Finding Type	Reportable Condition and Noncompliance
Compliance Requirement	Eligibility
Questioned Costs	None

For the fourth year, TennCare still has not mitigated the risks associated with delays in processing administrative appeals, which results in the state and the federal government incurring additional costs of providing services to enrollees until the results of the appeals are determined

Finding

As noted in the previous three audits, TennCare’s administrative appeals process is not sufficient to ensure management’s compliance with the federal requirement governing timely resolution of administrative appeals. In January 2005, TennCare contracted with the Tennessee Department of Human Services (DHS) to process administrative appeals.

TennCare applicants and enrollees have the opportunity to appeal and have an administrative hearing regarding the denial of their application, access to insurance, cost-sharing disputes, and disenrollment from TennCare. TennCare Standard applicants and enrollees have 40 days from the date of the adverse action to submit an appeal to DHS. By policy and practice in effect during the audit period,

- DHS reinstates coverage for enrollees who have filed an appeal within 20 days of the adverse action and processes the appeal;
- DHS does not reinstate coverage for enrollees who have filed an appeal between the 21st and 40th days but processes the appeal; and
- DHS does not process appeals received after the 40th day and notifies the enrollee that the appeal was not filed within the appeal time frame.

The *Code of Federal Regulations* (CFR), Title 42, Part 431, Section 244, requires that administrative appeals be processed and resolved within 90 days of receipt of an appeal. According to DHS management, if DHS is unable to resolve the appeal within 90 days, the appellant is provided interim TennCare coverage until final resolution of the appeal. As a result, TennCare may provide coverage to appellants who are not eligible for TennCare.

TennCare concurred with the prior-year finding and stated:

DHS has instituted a streamlined process that should provide the state with opportunity to provide enrollees a hearing within the 90 day timeline. However, the Bureau also recognizes that there continue to be issues outside of TennCare that postpone hearings from occurring in a timely manner, such as an enrollee requesting an extension as well as the limited number of ALJ [Administrative Law Judges] dockets to hear appeals. DHS and TennCare will continue to work together to identify ways to improve the efficiency of the administrative appeals process.

DHS has also added additional reporting mechanisms to ensure that both TennCare and DHS are aware of any appeal that is not processed within 90 days. TennCare has assigned staff to monitor this report. In July 2006, all appeals will not only be processed by DHS, but will also be heard by hearing officers within DHS. This change will further streamline the appeals process and will shorten the timeframes for hearing all eligibility appeals in the future.

During fieldwork, we selected a sample of 60 of 37,075 enrollees whose administrative appeal exceeded the 90-day federal requirement. Based on testwork performed, we found that for 14 of the appeals, the delays were beyond the control of DHS. However, for the remaining 46 administrative appeals we sampled (77%), neither TennCare nor DHS could provide a reasonable justification to exceed the 90-day requirement. According to DHS, the lack of timeliness resulted from the high volume of appeals received during the disenrollment process that took place in 2005. For 39 of the 46 appeals, it appears that TennCare may have incurred additional costs of providing services as a result of the delay.

The Rosen lawsuit requires TennCare to continue to provide services to enrollees when TennCare does not meet the 90-day requirement. The costs related to these enrollees will not be questioned in this audit because the *Code of Federal Regulations*, Title 42, Part 431, Section 250, states that the agency may receive federal financial participation for services provided under a court order. However, when unnecessary delays occur, the state and the federal government are subject to additional costs of providing services to enrollees until the result of the appeal is determined.

Recommendation

The Director should ensure that an assessment is made by the appropriate TennCare staff in order to determine if the controls implemented according to management's prior audit comments are resulting in timely resolution of appeals. DHS should be made aware of the results of the assessment, and TennCare should continue to work with DHS as necessary to identify any impediments to timely resolution and make changes to the process accordingly.

The Director of TennCare should ensure that other risks of noncompliance, fraud, waste, or abuse are adequately identified and assessed in the bureau's documented risk assessment. The Director should implement effective controls to ensure compliance with applicable requirements,

and should assign staff to be responsible for ongoing monitoring of the risks and mitigating controls, and take action if deficiencies occur.

Management's Comment

We concur with this finding. Since the transfer of the administrative appeals process to DHS, we believe there has been improvement in the timeliness of the appeals being heard. However, the Bureau recognized that there continue to be issues outside of TennCare that postpone hearings from occurring in a timely manner, such as an enrollee requesting an extension as well as the limited number of hearing dockets available.

While the Bureau does concur with the finding, we believe that the number of appeals over 90 days is directly related to the disenrollment and benefit changes that were implemented in FY2005-2006. TennCare disenrolled 170,000 adults and restructured the benefits of approximately 600,000 adults. In both situations, enrollees were given the right to appeal to DHS in accordance with CMS regulations. DHS and TennCare have already seen a more manageable trend of appeals in the current fiscal year.

Beginning in July 2006, all eligibility appeals processed by DHS are scheduled to be heard by hearing officers from DHS rather than administrative law judges from the Secretary of State. By streamlining the process such that an appeal is entirely processed from beginning to end by DHS without sharing responsibility for processing with another agency, this brings some important changes which directly impact the expeditiousness with which an appeal is handled. First, it reduces the cost of conducting the hearings to the State; and second, it provides DHS and TennCare with the ability to more closely monitor and control the number of hearing dockets available.

Finding Number	06-DFA-03
CFDA Number	93.778
Program Name	Medicaid Cluster
Federal Agency	Department of Health and Human Services
State Agency	Department of Finance and Administration
Grant/Contract No.	05-0505TN5028, 05-0605TN5028
Finding Type	Reportable Condition and Noncompliance
Compliance Requirement	Eligibility
Questioned Costs	\$9,716

Management still has not assessed and mitigated the risks associated with ineffective controls over enrollees' social security numbers

Finding

As noted in the prior nine audits, the Bureau of TennCare continues to have internal control weaknesses related to enrollees' invalid and "pseudo" social security numbers.

The Department of Human Services (DHS) has the responsibility for eligibility determinations for TennCare Standard and TennCare Medicaid. The Department of Children's Services (Children's Services) is responsible for eligibility determinations of children in state custody. Children's Services enrolls children in state custody in both TennCare Standard and TennCare Medicaid. TennCare receives daily eligibility data files from the DHS eligibility system, the Automated Client Certification and Eligibility Network (ACCENT), which updates information in interChange, TennCare's management information system.

This issue was first reported in the audit for the year ended June 30, 1997. In management's comment to the most recent audit for the year ended June 30, 2005, management concurred in part by stating,

TennCare assigns pseudo numbers for nine months. If within those nine months, the enrollee does not supply a valid social security number, TennCare has established a notice process which is referenced in the finding. This process notices an individual and gives the individual an opportunity to provide the valid number. If the valid number is not provided, the enrollee's coverage is terminated.

The audit finding states that 10,637 participants had invalid or pseudo social security numbers during the fiscal year ended June 30, 2005. Our analysis of this amount disclosed that 4,121 cannot obtain SSNs as they are illegal/undocumented aliens and/or refugees and are individuals who TennCare is required by Federal regulations to cover for emergency services. Additionally, 3,063 participants had their eligibility terminated by June 30, 2005. Another 2,553 were DCS kids in

Foster Care and/or CISA Adoption who have a pseudo SSN for security reasons to protect from potential harm.

The Department of Children's Services is continuing to work on system changes that will eliminate the need to pseudo numbers for children in state custody and in adoption assistance. Currently, the changes are scheduled to be completed by March 2006. While this will resolve the issue going forward, TennCare will need to work with DCS to resolve the existing eligible children who have a pseudo number for security reasons.

As a result of our testwork for the current audit, we determined that TennCare has implemented procedures to identify individuals with invalid social security numbers. Based on discussion with TennCare staff, we determined that they are following these procedures relating to the reports for the pseudo social security numbers mentioned in management's comments in the 2003 audit. In addition, we determined that TennCare established a policy to send letters to individuals to verify or update the individual's social security number. According to TennCare staff, letters were mailed in July, September, and December 2005, and March and June 2006. However, despite these procedures, TennCare continues to experience problems related to social security numbers for DCS children in adoption assistance.

We used computer-assisted audit techniques to search interChange for invalid and pseudo social security numbers. Our search revealed that 24,549 TennCare participants (excluding newborns under one year of age) had invalid or pseudo social security numbers in interChange during the fiscal year ended June 30, 2006. Because there are valid reasons for issuing pseudo numbers, and because TennCare could have updated valid social security numbers for these participants, we selected a sample of 60 participants from this population for further examination. Our results of the 60 participants sampled revealed that:

- 35 participants had an updated current social security number;
- 6 participants did not have an updated social security number, but they were subsequently terminated from TennCare; and
- 13 participants were undocumented aliens or refugees who only received coverage for emergency medical services, which is required by federal law.

However, we did note the following problem:

- For 6 of the 60 participants (10%), we determined that neither TennCare nor its contractors had updated interChange or ACCENT to reflect valid social security numbers as of November 2006. All six enrollees were identified as receiving adoption assistance maintenance payments under Title IV-E. These enrollees have been on TennCare since at least September 2005.

The total amount paid during the audit period for the six individuals with uncorrected pseudo social security numbers was \$15,307. Federal questioned costs totaled \$9,716. The remaining \$5,591 was state matching funds. The amount of questioned costs could not be determined for the remaining enrollees not examined.

According to the *Code of Federal Regulations*, Title 42, Part 435, Section 910(a), “The agency must require, as a condition of eligibility, that each individual (including children) requesting Medicaid services furnish each of his or her social security numbers (SSNs).” In addition, according to the *Code of Federal Regulations*, Title 42, Part 435, Section 910(g), “The agency must verify each SSN of each applicant and recipient with SSA [Social Security Administration], as prescribed by the Commissioner, to insure that each SSN furnished was issued to that individual, and to determine whether any others were issued.” TennCare is also required to follow *Rules of the Department of Finance and Administration, Bureau of TennCare*, Chapter 1200-13-14-.02(2)(a), which states, “To be eligible for TennCare Standard, each individual must: . . . 5. Present a Social Security number or proof of having applied for one, or assist the TDHS [Tennessee Department of Human Services] caseworker in applying for a Social Security number, for each person applying for TennCare Standard.” Also, according to *Rules of the Tennessee Department of Human Services, Division of Medical Services*, Chapter 1240-3-3-.02(10),

As a condition of receiving medical assistance through the Medicaid program, each applicant or recipient must furnish his or her Social Security Number (or numbers, if he/she has more than one) during the application process. If the applicant/recipient has not been issued a number, he/she must assist the eligibility worker in making application for a number or provide verification that he/she has applied for a number and is awaiting its issuance.

Recommendation

The Director of TennCare should continue to work with the Department of Children’s Services to make the necessary system changes that will ultimately eliminate pseudo social security numbers for all children receiving adoption assistance and develop procedures to resolve the pseudo social security numbers for existing children.

The Director should ensure that other risks of noncompliance, fraud, waste, or abuse are adequately identified and assessed in the bureau’s documented risk assessment. The Director should implement effective controls to ensure compliance with applicable requirements, assign staff to be responsible for ongoing monitoring of the risks and mitigating controls, and take action if deficiencies occur.

Management’s Comment

We concur. According to the *Code of Federal Regulations*, Title 42, Part 435, Section 910(f), “The agency must not deny or delay services to an otherwise eligible applicant pending

issuance or verification of the individual's Social Security Number by Social Security Administration". The federal regulation allows that individuals may be deemed eligible if they meet the categorically eligibility requirements and may not have a social security number. To be compliant with this regulation, TennCare assigns pseudo numbers for nine months. If within those nine months, the enrollee does not supply a valid social security number, TennCare has established a notice process which is referenced in the finding. This process notices an individual and gives the individual an opportunity to provide a valid number. If the valid number is not provided, the enrollee's coverage is terminated.

TennCare has been working with the Department of Human Services and the Department of Children's Services to resolve the outstanding issues related to pseudo social security numbers. DHS has established a process to periodically notify their county office staff of pseudo numbers that do not fit into the acceptable criteria. The county offices then must attempt to contact the enrollee and attempt to identify the correct number. If the enrollee is not cooperative or a valid number cannot be found, eligibility is terminated. County offices then report their actions to the Central Office.

DCS has established a process to eliminate the creation of pseudo social security numbers for children in custody and the Adoption Assistance program. However, the outstanding issue remains for the existing children with pseudo numbers. DCS initiated an outreach campaign this fall to identify and resolve previously issued pseudos. TennCare has seen a substantial decrease in the number of pseudo social security numbers since this outreach campaign has been implemented.

We believe the addition of these two processes along with the work already being performed by TennCare staff will drastically reduce the number of pseudo social security numbers on our system.

Finding Number	06-DFA-04
CFDA Number	93.778
Program Name	Medicaid Cluster
Federal Agency	Department of Health and Human Services
State Agency	Department of Finance and Administration
Grant/Contract No.	05-0505TN5028; 05-0605TN5028
Finding Type	Reportable Condition and Noncompliance
Compliance Requirement	Activities Allowed or Unallowed, Allowable Costs/Cost Principles
Questioned Costs	\$95

As noted in the prior four audits, a TennCare provider could not provide documentation to substantiate a claim for a service provided to a TennCare enrollee, resulting in unsupported costs to the TennCare program

Finding

A TennCare provider could not substantiate a fee-for-service claim for a service provided to a TennCare recipient, resulting in unsupported costs to the TennCare program. We tested a sample of 107 fee-for-service claims to determine the adequacy of documentation supporting the medical costs associated with these claims. We reviewed items such as medical records, cost plans, service logs, office visit and procedure notes, and physician orders to determine if the claims were adequately supported. Testwork revealed a problem with only one of 107 claims (<1%). Specifically, we noted the following:

- The provider for one Home and Community Based Services (HCBS) recipient overcharged TennCare for 21 transportation units. The provider could only substantiate five transportation units, or \$35 in charges; however, the provider billed and the Department of Finance and Administration, Division of Mental Retardation Services paid \$183. TennCare subsequently reimbursed the Division of Mental Retardation Services for this amount.

This issue was first reported in the audit for the year ended June 30, 2002. Management's comment to the most recent prior finding is noted below.

We concur. TennCare has now fully staffed its Utilization Review Section within the Division of Developmental Disability Services. This section has been actively reviewing medical records to assure not only documentation to support the services billed exists, but also that the provider is compliant with programmatic requirements. Since such reviews of detailed documentation at the providers' offices are performed on a sample basis, the possibility will always exist that a claim may not have adequate documentation to support the services billed that wasn't detected in our sample reviews. However, the fact that we are actively reviewing medical records should serve as a reminder to providers of the need to

fully document the services they provide, and should act as a deterrent to discourage them from embellishing their billings.

Management has developed several procedures to conduct medical necessity and post-payment reviews of fee-for-service claims, including HCBS claims, and has recovered inappropriate payments. However, we believe that because of the nature, complexity, and magnitude of the TennCare program, payments of this type may still exist. The total amount of questioned costs for the claim noted above was \$148 out of a total of \$67,308 tested. Federal questioned costs totaled \$95. The remaining \$53 was state matching funds. The total amount of the population sampled was \$5,280,207,190. Office of Management and Budget Circular A-133 requires us to report all known questioned costs when likely questioned costs exceed \$10,000 for a federal compliance requirement. We believe likely questioned costs exceed \$10,000 for this condition.

Recommendation

The Director of TennCare should continue to conduct post-payment reviews of medical records to detect overcharges by providers and recover overpayments when necessary. The Director should also clearly establish the expectation that the providers maintain adequate documentation to support services billed.

The Director should ensure that other risks of noncompliance, fraud, waste, or abuse are adequately identified and assessed in the bureau's documented risk assessment. The Director should implement effective controls to ensure compliance with applicable requirements, assign staff to be responsible for ongoing monitoring of the risks and mitigating controls, and take action if deficiencies occur.

Management's Comment

We concur. TennCare's Utilization Review Section within the Division of Developmental Disability Services continues to actively review medical records to assure not only documentation to support the services billed exists, but also that the provider is compliant with programmatic requirements. Since such reviews of detailed documentation at the providers' offices are performed on a sample basis, the possibility will always exist that a claim may not have adequate documentation to support the services billed that wasn't detected in our sample reviews. However, the fact that we are actively reviewing medical records should serve as a reminder to providers of the need to fully document the services they provide (as required by their contracts and/or provider agreements), and should act as a deterrent to discourage them from wrongful conduct.

Auditee's Section

Schedule of Expenditures of Federal Awards

Notes to the Schedule of Expenditures of Federal Awards

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**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Unclustered Programs				
Department of Agriculture				
Direct Programs				
Tennessee State University	Agricultural Research_Basic and Applied Research	10.001	\$ 996.26	
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001	1,582,512.88	\$ 1,583,509.14
Agriculture	Plant and Animal Disease, Pest Control, and Animal Care	10.025	\$ 933,275.29	
Tennessee Wildlife Resources Agency	Plant and Animal Disease, Pest Control, and Animal Care	10.025	46,291.09	
University of Tennessee	Plant and Animal Disease, Pest Control, and Animal Care	10.025	171,633.70	1,151,200.08
Agriculture	Market Protection and Promotion	10.163		22,262.32
University of Tennessee	Cooperative Forestry Research	10.202		747,679.65
University of Tennessee	Payments to Agricultural Experiment Stations Under the Hatch Act	10.203		6,254,621.89
Tennessee State University	1890 Institution Capacity Building Grants	10.216		247,553.99
University of Tennessee	Higher Education Challenge Grants	10.217		42,191.01
Tennessee State University	Higher Education Multicultural Scholars Program	10.220	\$ 9,400.00	
University of Tennessee	Higher Education Multicultural Scholars Program	10.220	30,000.00	39,400.00
Agriculture	Cooperative Extension Service	10.500	\$ 1,550.64	
Tennessee State University	Cooperative Extension Service	10.500	4,000,366.64	
University of Tennessee	Cooperative Extension Service	10.500	8,289,236.49	12,291,153.77
Health	Special Supplemental Nutrition Program for Women, Infants, and Children	10.557		103,641,185.13
Human Services	Child and Adult Care Food Program	10.558		42,243,710.44
Agriculture	State Administrative Expenses for Child Nutrition	10.560	\$ 209,474.71	
Education	State Administrative Expenses for Child Nutrition	10.560	1,501,470.26	
Human Services	State Administrative Expenses for Child Nutrition	10.560	1,072,082.49	2,783,027.46
Health	Commodity Supplemental Food Program	10.565	\$ 390,982.62	
Health	Commodity Supplemental Food Program (Noncash Award)	10.565	3,521,766.00	3,912,748.62
Health	WIC Farmers' Market Nutrition Program (FMNP)	10.572		69,185.90
Education	Team Nutrition Grants	10.574		12,132.55
Health	Senior Farmers Market Nutrition Program	10.576		459,627.00
Education	Child Nutrition Discretionary Grants Limited Availability	10.579		164.64
Human Services	Food Stamp Program Outreach Grants	10.580		94,350.69
Agriculture	Forestry Research	10.652	\$ 348,487.35	
University of Tennessee	Forestry Research	10.652	12,616.93	361,104.28
Agriculture	Cooperative Forestry Assistance	10.664	\$ 3,134,510.00	
University of Tennessee	Cooperative Forestry Assistance	10.664	45,203.09	3,179,713.09
Agriculture	Wood In Transportation Program	10.673		50,000.00

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Tennessee State University	Urban and Community Forestry Program	10.675		1,332.11
Agriculture	Forest Legacy Program	10.676		7,231,525.00
Agriculture	Forest Land Enhancement Program	10.677		153,706.00
Austin Peay State University	Rural Business Enterprise Grants	10.769	\$ 11,965.02	
Dyersburg State Community College	Rural Business Enterprise Grants	10.769	7,727.82	
East Tennessee State University	Rural Business Enterprise Grants	10.769	14,302.28	
Roane State Community College	Rural Business Enterprise Grants	10.769	25,000.00	
Southwest Tennessee Community College	Rural Business Enterprise Grants	10.769	10,367.75	
Tennessee State University	Rural Business Enterprise Grants	10.769	17,514.21	
University of Tennessee	Rural Business Enterprise Grants	10.769	<u>96,380.19</u>	183,257.27
University of Tennessee	Distance Learning and Telemedicine Loans and Grants	10.855		182,084.19
Tennessee State University	Soil and Water Conservation	10.902		4,070.70
Agriculture	Agricultural Statistics Reports	10.950		36,571.10
Tennessee State University	1890 Agroforestry Consortium-Shared Faculty Program	N.A. / 90-CSA-TN2-215		5,974.02
Tennessee State University	1890 Research and Extension Outreach Program	N.A. / ASCR1890-0001		7,372.22
Tennessee State University	1890 Rural Entrepreneurial Program Initiative	N.A. / RBS-02-24		(809.55)
Tennessee State University	Outreach and Assistance to Build Capacity for Small Town Rural Communities Limited Resource Farmers and Community-Based Organizations	N.A. / 04-EOMIS0120		1,249.00
University of Tennessee	USDA 683A754153 BMP Fact Sheets-Walker	N.A. / R124310039		362.62
University of Tennessee	USDA Pesticide Sfty Program 2005-Burgess	N.A. / R124610137		7,767.22
University of Tennessee	USDA Tstng Oxalic Acid-Almond Bd-Skinner	N.A. / R124610147		9,317.61
Subtotal Direct Programs			<u>\$</u>	<u>187,010,301.16</u>
Passed Through University of Georgia				
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R124110049	\$ 4,964.24	
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R124110050	20,000.00	\$ 24,964.24
Tennessee State University	Cooperative Extension Service	10.500 / 2004-47001-01844	\$ 1,070.26	
University of Tennessee	Cooperative Extension Service	10.500 / R124110035	(4,463.52)	
University of Tennessee	Cooperative Extension Service	10.500 / R124110042	14,097.24	
University of Tennessee	Cooperative Extension Service	10.500 / R124110051	4,543.56	
University of Tennessee	Cooperative Extension Service	10.500 / R124610077	<u>45,702.32</u>	60,949.86
Passed Through Southern Regional Aquaculture Center				
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R124910004		21.19
Passed Through Texas Agriculture Extension				
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R124110056		10,552.56
University of Tennessee	Integrated Programs	10.303 / R124110023	\$ (1,321.51)	
University of Tennessee	Integrated Programs	10.303 / R124110045	51,487.71	

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Integrated Programs	10.303 / R124110046	(68.74)	50,097.46
University of Tennessee	Cooperative Extension Service	10.500 / R124110038	\$ 1,738.68	
University of Tennessee	Cooperative Extension Service	10.500 / R124110044	46,487.42	
University of Tennessee	Cooperative Extension Service	10.500 / R124110048	7,055.08	55,281.18
Passed Through North Carolina State University				
University of Tennessee	Integrated Programs	10.303 / R124610112	\$ 14,657.98	
University of Tennessee	Integrated Programs	10.303 / R124610113	40,739.10	
University of Tennessee	Integrated Programs	10.303 / R124610115	83.67	55,480.75
Passed Through University of Florida				
University of Tennessee	Integrated Programs	10.303 / R124610078		5.43
University of Tennessee	Homeland Security Agricultural	10.304 / R124610083		42,896.36
University of Tennessee	UN of FL-Biophos/Foliar Disease-Thompson	N.A. / R125110035		5,161.79
Passed Through National 4-H Council				
University of Tennessee	Cooperative Extension Service	10.500 / R125010025		8,046.56
Passed Through Southern Forest Research				
University of Tennessee	Cooperative Extension Service	10.500 / R124910062		386.61
Passed Through Texas A&M Research Extension Center				
University of Tennessee	Cooperative Extension Service	10.500 / R124110043		3,871.41
Passed Through University of Arkansas				
University of Tennessee	Cooperative Extension Service	10.500 / R124110053		2,490.09
Passed Through Kentucky Center for Cooperative Development				
University of Tennessee	Rural Cooperative Development Grants	10.771 / R124010023		20,000.00
Passed Through Mississippi State University				
University of Tennessee	Wildlife Habitat Incentive Program	10.914 / R124910054		18,191.26
Passed Through Alabama Agricultural and Mechanical University				
Tennessee State University	Southern Agbiotech Consortium for Underserved Communities	N.A. / 00-52100-9616-TSU		32,593.39
Subtotal Pass-Through Programs			<u>\$ 390,990.14</u>	
Subtotal Department of Agriculture			<u>\$ 187,401,291.30</u>	

Department of Commerce

Direct Programs

University of Tennessee	Public Telecommunications Facilities Planning and Construction	11.550	\$ 161,298.88
University of Tennessee	Technology Opportunities Program	11.552	412,392.94
University of Tennessee	Measurement and Engineering Research and Standards	11.609	396,834.69
University of Tennessee	Manufacturing Extension Partnership	11.611	2,909,314.45

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
University of Tennessee	US DOC IPA Agreement Assignment- Rotstein	N.A. / R181741048	103,223.56
Subtotal Department of Commerce			\$ 3,983,064.52

Department of Defense

Direct Programs

Finance and Administration	Payments to States in Lieu of Real Estate Taxes	12.112	\$ 595,696.76
Environment and Conservation	State Memorandum of Agreement Program for the Reimbursement of Technical Services	12.113	408,316.46
Military	Military Construction, National Guard	12.400	7,975,459.71
Military	National Guard Military Operations and Maintenance (O&M) Projects	12.401	18,930,381.43
Tennessee Technological University	Basic Scientific Research	12.431	50,007.04
Tennessee State University	Basic, Applied, and Advanced Research in Science and Engineering	12.630	181,974.50
Education	Troops to Teachers Memorandum of Agreement	N.A. / N.A.	96,473.88
Finance and Administration	Share of Forest Product Sales	N.A. / RE/MRA-06UTENN1445	\$ 11,135.75
Finance and Administration	Share of Forest Product Sales	N.A. / VOUCHERNO AAB00054	99,148.31
Tennessee State University	AFROTC - Uniform Commutation Fund	N.A. / DET-790	12,647.57
University of Memphis	Navy Student Workers	N.A. / N00189-03-D-0011	128,393.52
University of Tennessee	AF F40600-00-D-0001/0029 Miller	N.A. / R024361005	1,155,167.58
University of Tennessee	Army Grant W81XWH-0510409-Fox	N.A. / R073204024	503,469.55
University of Tennessee	Army MIPR Consumer Affrs/Fin Plan 2006	N.A. / R126110142	127,356.69
University of Tennessee	Army MIPR Except Family Member 2006	N.A. / R126110141	20,362.18
University of Tennessee	Army MIPR Family Action Plan 2006	N.A. / R126110135	11,684.78
University of Tennessee	Army MIPR Family Asst Outreach 2006	N.A. / R126110140	20,052.56
University of Tennessee	Army MIPR Family Member Employment 06	N.A. / R126110137	21,753.50
University of Tennessee	Army MIPR Family Readiness Center 2006	N.A. / R126110136	21,470.59
University of Tennessee	Army MIPR Family Team Building 2006	N.A. / R126110134	20,785.54
University of Tennessee	Army MIPR Relocation Office 2006	N.A. / R126110138	68,266.13
University of Tennessee	Army MIPR Soldier Readiness 2006	N.A. / R126110144	41,571.05
University of Tennessee	Army MIPR Substance Abuse 2006	N.A. / R126110139	95,348.73
University of Tennessee	Army MIPR Volunteer Coor Office 2006	N.A. / R126110143	20,785.54
University of Tennessee	Army MIPR01 Family Asst Coordinator 2005	N.A. / R126110009	6,776.48
University of Tennessee	Army MIPR02 Relocation Office 2005	N.A. / R126110007	22,467.18
University of Tennessee	Army MIPR03 Substance Abuse 2005	N.A. / R126110008	29,995.59
University of Tennessee	Army MIPR04 Except Family Member 2005	N.A. / R126110010	6,720.44
University of Tennessee	Army MIPR05 Consumer Affrs/Fin Plan 2005	N.A. / R126110011	36,467.48
University of Tennessee	Army MIPR06 Family Member Employment 05	N.A. / R126110006	6,717.87
University of Tennessee	Army MIPR07 Family Readiness Center 2004	N.A. / R126110005	6,119.36
University of Tennessee	Army MIPR08 Volunteer Coor Office 2005	N.A. / R126110012	6,673.25

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
University of Tennessee	Army MIPR09 Family Team Building 2005	N.A. / R126110003	6,673.76
University of Tennessee	Army MIPR10 Family Action Plan 2005	N.A. / R126110004	5,191.73
University of Tennessee	Army MIPR16 Soldier Readiness 2005	N.A. / R126110016	13,538.76
University of Tennessee	Defense Supply Ctr Philly-Wiley	N.A. / R131030085	3,123.90
University of Tennessee	DOD-Matheny 2004	N.A. / R131030073	282,228.56
University of Tennessee	IPA AF/AFMC/ESC JA Cunningham	N.A. / N029801012	106,518.57
University of Tennessee	IPA-USAMR&MC-Gribok	N.A. / N019803093	98,149.13
Subtotal Direct Programs			\$ 31,255,071.41
Passed Through Academy of Applied Sciences			
University of Tennessee	Basic Scientific Research	12.431 / R011002011	\$ 21,972.06
Passed Through High Performance Technologies, Incorporated			
University of Tennessee	Basic Scientific Research	12.431 / R011033161	7,827.56
Passed Through Auburn University			
University of Tennessee	Auburn UN Operation Military Kids-Moore	N.A. / R125010023	18,877.36
Passed Through Jacobs Engineering Group, Incorporated			
Tennessee State University	Mentor-Protégé Program	N.A. / N62474-01-D-6010	17,027.28
Subtotal Pass-Through Programs			\$ 65,704.26
Subtotal Department of Defense			\$ 31,320,775.67

Department of Housing and Urban Development

Direct Programs

Economic and Community Development	Community Development Block Grants/State's Program	14.228	\$ 33,900,681.85
Military	Community Development Block Grants/State's Program	14.228	711,856.99
Human Services	Emergency Shelter Grants Program	14.231	1,897,484.59
University of Tennessee	Supportive Housing Program	14.235	256,677.11
Tennessee Housing Development Agency	HOME Investment Partnerships Program	14.239	19,304,104.00
Health	Housing Opportunities for Persons with AIDS	14.241	850,553.94
Human Rights Commission	Fair Housing Assistance Program State & Local	14.401	577,450.00
University of Tennessee	Community Outreach Partnership Center Program	14.511	62,136.75
University of Memphis	Community Development Work-Study Program	14.512	\$ 22,367.05
University of Tennessee	Community Development Work-Study Program	14.512	57,655.56
Tennessee State University	Historically Black Colleges and Universities Program	14.520	18,073.06
Tennessee Housing Development Agency	Section 8 Housing Choice Vouchers	14.871	28,640,336.13
Middle Tennessee State University	Operation Lead Elimination Action Program	14.903	780,624.76
East Tennessee State University	Interest Subsidies	N.A. / CH-TENN-132D	\$ 22,555.00

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
East Tennessee State University	Interest Subsidies	N.A. / CH-TENN-144D	49,526.00	
Tennessee Technological University	Interest Subsidies	N.A. / TN-139-D	34,586.00	106,667.00
Tennessee State University	Communications Enhancement Initiative	N.A. / B-04-SP-TN-0757		411,447.04
Subtotal Direct Programs			\$	87,598,115.83
Passed Through City of Knoxville				
Pellissippi State Technical Community College	Empowerment Zones Program	14.244 / C-05-0191	\$	939,283.80
Passed Through Heart of Knoxville Career and Resource Center				
University of Tennessee	Empowerment Zones Program	14.244 / R011740007		177,871.44
Passed Through Metropolitan Development and Housing Agency				
Tennessee State University	Demolition and Revitalization of Severely Distressed Public Housing	14.866 / TN-43-URD-005-I102	\$	38,311.24
Tennessee State University	Demolition and Revitalization of Severely Distressed Public Housing	14.866 / TN-43-URD-005-I103	45,529.06	83,840.30
Passed Through Johnson City Housing Authority				
East Tennessee State University	Resident Opportunity and Supportive Services - Homeownership and Family	14.870 / 02-0267	\$	1,710.25
East Tennessee State University	Resident Opportunity and Supportive Services - Homeownership and Family	14.870 / TN002REL022A005	22,403.04	24,113.29
Subtotal Pass-Through Programs			\$	1,225,108.83
Subtotal Department of Housing and Urban Development			\$	88,823,224.66

Department of the Interior

Direct Programs

Environment and Conservation	Abandoned Mine Land Reclamation (AMLR) Program	15.252	\$	1,406,443.74
Environment and Conservation	Cooperative Endangered Species Conservation Fund	15.615	\$	72,321.40
Tennessee Wildlife Resources Agency	Cooperative Endangered Species Conservation Fund	15.615	288,404.00	360,725.40
Tennessee Wildlife Resources Agency	Clean Vessel Act	15.616		287,499.00
Tennessee Wildlife Resources Agency	Administrative Grants for Federal Aid in Sport Fish and Wildlife	15.618		10,000.00
Tennessee Wildlife Resources Agency	Wildlife Conservation and Restoration	15.625		32,749.00
Tennessee Wildlife Resources Agency	Hunter Education and Safety Program	15.626		1,388,555.00
Tennessee Wildlife Resources Agency	Landowner Incentive	15.633		526,016.00
Tennessee Wildlife Resources Agency	State Wildlife Grants	15.634		1,899,656.00
Tennessee Wildlife Resources Agency	Neotropical Migratory Bird Conservation	15.635		50,000.00
Environment and Conservation	U.S. Geological Survey_Research and Data Collection	15.808		17,429.24

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Environment and Conservation	National Cooperative Geologic Mapping Program	15.810		6,577.34
Environment and Conservation	Historic Preservation Fund Grants-in-Aid	15.904		633,386.84
Environment and Conservation	Outdoor Recreation_Acquisition, Development and Planning	15.916	\$ 545,580.22	
Middle Tennessee State University	Outdoor Recreation_Acquisition, Development and Planning	15.916	328,251.87	873,832.09
Middle Tennessee State University	National Center for Preservation Technology and Training	15.923		8,649.58
Finance and Administration	State Share Flood Controls-Royalties Receipts	N.A. / FIN100011310		99.00
Tennessee Wildlife Resources Agency	Big South Fork Gauges	N.A. / H5130050038		17,750.00
Tennessee Wildlife Resources Agency	Candidate Conservation Agreement Top Minnow	N.A. / E 8-1		15,414.00
Tennessee Wildlife Resources Agency	Duck River Quality	N.A. / 401813J008		25,007.12
Tennessee Wildlife Resources Agency	Obed River Gauges	N.A. / 1443-CA-5640-97-001		19,500.00
Subtotal Direct Programs			\$	7,579,289.35
Passed Through National Park Foundation				
University of Tennessee	Nat'l Park Fdn-Plant Processes-Weltzin	N.A. / R011086087	\$	3,442.22
Subtotal Pass-Through Programs			\$	3,442.22
Subtotal Department of the Interior			\$	7,582,731.57
Department of Justice				
Direct Programs				
Military	Urban Areas Security Initiative	16.011	\$	5,530,374.77
Children's Services	Prisoner Reentry Initiative	16.202		361,042.53
Commission on Children and Youth	Demonstration (Offender Reentry)			
	Juvenile Accountability Incentive Block Grants	16.523		2,175,563.54
University of Tennessee	Grants to Reduce Violent Crimes Against Women on Campus	16.525		52,088.43
Commission on Children and Youth	Juvenile Justice and Delinquency Prevention Allocation to States	16.540		891,128.14
Commission on Children and Youth	Title V_ Delinquency Prevention Program	16.548		262,709.74
Tennessee Bureau of Investigation	State Justice Statistics Program for Statistical Analysis Centers	16.550		66,236.24
Finance and Administration	National Criminal History Improvement Program (NCHIP)	16.554		456,790.14
Finance and Administration	National Institute of Justice Research, Evaluation, and Development Project Grants	16.560		247,689.41
Finance and Administration	Crime Victim Assistance	16.575		7,303,835.50
Treasury	Crime Victim Compensation	16.576		3,177,000.00
Finance and Administration	Edward Byrne Memorial Formula Grant Program	16.579		2,926,645.15
Finance and Administration	Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580	\$ 266,732.09	

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580	172,018.47	438,750.56
Court System	Drug Court Discretionary Grant Program	16.585		31,000.00
Correction	Violent Offender Incarceration and Truth in Sentencing Incentive Grants	16.586		231,892.21
Finance and Administration	Violence Against Women Formula Grants	16.588		2,072,291.09
Finance and Administration	Rural Domestic Violence and Child Victimization Enforcement Grant Program	16.589		142,136.75
Finance and Administration	Local Law Enforcement Block Grant Program	16.592		669,098.13
Finance and Administration	Residential Substance Abuse Treatment for State Prisoners	16.593		265,130.35
University of Tennessee	Motor Vehicle Theft Protection Act Program	16.597		442,779.54
Tennessee Bureau of Investigation	Regional Information Sharing	16.610		5,629,166.00
University of Tennessee	State and Local Anti-Terrorism Training	16.614		293,910.40
Tennessee State University	Public Safety Officers' Educational Assistance	16.615		1,436.65
Safety	Public Safety Partnership and Community Policing Grants	16.710	\$ 1,780.00	
Tennessee Technological University	Public Safety Partnership and Community Policing Grants	16.710	362,238.48	364,018.48
Commission on Children and Youth	Enforcing Underage Drinking Laws Program	16.727		284,640.54
Finance and Administration	Transitional Housing Assistance for Victims of Domestic Violence, Stalking, or Sexual Assault	16.736		36,376.37
Finance and Administration	Edward Byrne Memorial Justice Assistance Grant Program	16.738	\$ 4,830,480.68	
University of Memphis	Edward Byrne Memorial Justice Assistance Grant Program	16.738	238,390.44	5,068,871.12
Tennessee Bureau of Investigation	Forensic DNA Capacity Enhancement Program	16.741		29,110.47
Tennessee Bureau of Investigation	Forensic Casework DNA Backlog Reduction Program	16.743		138,589.94
Tennessee Bureau of Investigation	Governor's Task Force on Marijuana Eradication	N.A. / 2005-102	\$ 591,864.72	
Tennessee Bureau of Investigation	Governor's Task Force on Marijuana Eradication	N.A. / 2006-102	220,767.97	812,632.69
Subtotal Direct Programs			\$	40,402,934.88
Passed Through Knoxville Police Department				
University of Tennessee	Edward Byrne Memorial Formula Grant Program	16.579 / R014018081	\$ 7,680.52	
University of Tennessee	Edward Byrne Memorial Formula Grant Program	16.579 / R014018156	113.11	\$ 7,793.63
University of Tennessee	Public Safety Partnership and Community Policing Grants	16.710 / R131015024		155,019.76
Passed Through Hamilton County Sheriff's Office				
Tennessee Bureau of Investigation	Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580 / 2005-DD-BX-1144		122,718.72

State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Subtotal Pass-Through Programs			\$	285,532.11
Subtotal Department of Justice			\$	40,688,466.99
Department of Labor				
Direct Programs				
Labor and Workforce Development	Labor Force Statistics	17.002	\$	1,385,084.09
Labor and Workforce Development	Compensation and Working Conditions	17.005		118,202.73
Labor and Workforce Development	Unemployment Insurance	17.225		457,018,363.92
Labor and Workforce Development	Senior Community Service Employment Program	17.235		1,695,277.39
Labor and Workforce Development	Trade Adjustment Assistance	17.245		27,133,284.40
Chattanooga State Technical Community College	WIA Pilots, Demonstrations, and Research Projects	17.261	\$ 239,155.40	
Cleveland State Community College	WIA Pilots, Demonstrations, and Research Projects	17.261		60,184.38
Jackson State Community College	WIA Pilots, Demonstrations, and Research Projects	17.261		110,213.36
Labor and Workforce Development	WIA Pilots, Demonstrations, and Research Projects	17.261		383,290.81
Walters State Community College	WIA Pilots, Demonstrations, and Research Projects	17.261		48,083.57
Labor and Workforce Development	Incentive Grants - WIA Section 503	17.267	\$ 1,247,593.53	
Roane State Community College	Incentive Grants - WIA Section 503	17.267		12,733.92
Southwest Tennessee Community College	Community Based Job Training Grants	17.269		1,260,327.45
Labor and Workforce Development	Permanent Labor Certification for Foreign Workers	17.272		15,522.95
Labor and Workforce Development	Occupational Safety and Health_State Program	17.503		223,271.67
Labor and Workforce Development	Consultation Agreements	17.504		3,224,130.63
Labor and Workforce Development	Mine Health and Safety Grants	17.600		1,072,759.88
University of Tennessee	US DOL-Greenberg-04	N.A. / R010445012		134,960.69
Subtotal Direct Programs			\$	7,483.28
Subtotal Direct Programs			\$	494,129,596.60
Passed Through Knoxville-Knox County				
University of Tennessee	Disability Employment Policy	17.720 / R011790023	\$	57,957.97
University of Tennessee	Knox CAC TCMP-Leucking-05	N.A. / R011790010		37,140.87
Passed Through University of Massachusetts				
University of Tennessee	Disability Employment Policy	17.720 / R011790009		10,449.71
Subtotal Pass-Through Programs			\$	105,548.55
Subtotal Department of Labor			\$	494,235,145.15
Department of State				
Direct Programs				
Tennessee State University	Educational Partnerships Program	19.424	\$ 45,696.09	
University of Tennessee	Educational Partnerships Program	19.424		15,699.94
Subtotal Direct Programs			\$	61,396.03

State of Tennessee
Schedule of Expenditures of Federal Awards
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Passed Through CEC International Partners			
University of Tennessee	CEC Intl Prtns-River to River	N.A. / R012537004	\$ 46.89
Subtotal Pass-Through Programs			\$ 46.89
Subtotal Department of State			\$ 61,442.92

Department of Transportation

Direct Programs

Transportation	Airport Improvement Program	20.106		\$ 16,325,151.42
Tennessee State University	Highway Training and Education	20.215	\$ 11,843.93	
University of Tennessee	Highway Training and Education	20.215	<u>1,700.00</u>	13,543.93
Safety	National Motor Carrier Safety	20.218		4,778,576.92
Environment and Conservation	Recreational Trails Program	20.219		902,590.84
Transportation	Federal Transit _Metropolitan	20.505		717,143.27
	Planning Grants			
Transportation	Formula Grants For Other Than Urbanized Areas	20.509		13,565,810.03
Transportation	Job Access Reverse Commute	20.516		27,640.00
Tennessee Regulatory Authority	Pipeline Safety	20.700		335,278.00
Military	Interagency Hazardous Materials	20.703		220,851.55
	Public Sector Training and Planning Grants			
University of Tennessee	FHWA DTFH61-02-T-30009 Brewer	N.A. / R012517036		65,793.03
University of Tennessee	FHWA DTFH61-02-T-30007 Everett	N.A. / R012517040		14,769.02
University of Tennessee	FHWA DTFH61-03-D-00111/T-05-001 Everett	N.A. / R012517126		37,688.90
University of Tennessee	FHWA Eisenhower Fellowship Everett	N.A. / R012517127		1,500.00
University of Tennessee	USDOT-Eisenhower Grad Fellowship-Han	N.A. / R012517216		1,500.00

Subtotal Direct Programs **\$ 37,007,836.91**

Passed Through South Carolina State University

Tennessee State University	Highway Training and Education	20.215 / DTFH61-01-X-00097	\$ 45,985.42
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Passed Through Marshall University Research Corporation

University of Tennessee	University Transportation Centers	20.701 / R012517225	<u>55,959.07</u>
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Subtotal Pass-Through Programs **\$ 101,944.49**

Subtotal Department of Transportation **\$ 37,109,781.40**

Appalachian Regional Commission

Direct Programs

East Tennessee State University	Appalachian Regional Development (See Individual Appalachian Programs)	23.001		\$ 8,070.00
Economic and Community Development	Appalachian Area Development	23.002		(560,490.58)
East Tennessee State University	Appalachian Research, Technical Assistance, and Demonstration Projects	23.011	\$ 121,960.07	

State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Economic and Community Development	Appalachian Research, Technical Assistance, and Demonstration Projects	23.011	294,390.51	416,350.58
University of Tennessee	ARC-TN-14959-04-Lashley	N.A. / R011704028		77,020.37
Subtotal Direct Programs			\$	(59,049.63)
Passed Through University of Kentucky Research Foundation				
East Tennessee State University	Appalachian Research, Technical Assistance, and Demonstration Projects	23.011 / 4-67886-04-435	\$	265.01
Subtotal Pass-Through Programs			\$	265.01
Subtotal Appalachian Regional Commission			\$	(58,784.62)
Equal Employment Opportunity Commission				
Direct Programs				
Human Rights Commission	Employment Discrimination_State & Local Fair Employment Practices Agency Contracts	30.002	\$	273,540.00
Subtotal Equal Employment Opportunity Commission			\$	273,540.00
General Services Administration				
Direct Programs				
General Services	Donation of Federal Surplus Personal Property (Noncash Award)	39.003	\$	1,135,631.00
State	Election Reform Payments	39.011		2,506,665.53
Subtotal General Services Administration			\$	3,642,296.53
National Aeronautics and Space Administration				
Direct Programs				
Middle Tennessee State University	Aerospace Education Services Program	43.001	\$	14,171.47
Tennessee Technological University	Aerospace Education Services Program	43.001	81,507.56	\$ 95,679.03
Tennessee State University	Technology Transfer	43.002		102,872.65
Middle Tennessee State University	Expand Spectrum Student Astronomy Experience	N.A. / S-70510-G		3,112.50
Middle Tennessee State University	NASA Explorer Schools Partnerships	N.A. / N.A.		15,763.76
Tennessee State University	Free Flight Testing and Simulation	N.A. / NNA04CK38H		40,974.31
Tennessee State University	Fundamentals of Lunar Exploration, Expanded (Flex)	N.A. / NNG06GE04G		8,044.73
Tennessee State University	NASA Science Engineering Mathematics Aerospace Academy (SEMAA)	N.A. / NAS3-02123-STSU		66,295.71
University of Tennessee	NASA NNG05GH53G Greenberg	N.A. / R010445021		23,046.65
Subtotal Direct Programs			\$	355,789.34

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Passed Through Institute for Global Environmental Strategies, Incorporated				
University of Tennessee	Aerospace Education Services Program	43.001 / R054606001	\$	(7,990.99)
Passed Through Jet Propulsion Laboratory				
Tennessee State University	Aerospace Education Services Program	43.001 / NM0710520 A DO-C9		38,851.81
Passed Through Vanderbilt University				
Tennessee State University	Technology Transfer	43.002 / NGT5-40074	\$	1,776.23
Tennessee State University	Technology Transfer	43.002 / NNG05GE95H		20,540.79
Passed Through National Alliance of State Science and Math Coalition				
Middle Tennessee State University	Tennessee Science and Math Education Summit Improvement Through Partnership	N.A. / NSSIP		14,561.82
Passed Through National Association for Equal Opportunity in Higher Education				
Tennessee State University	NASA-Ames Research Academy Program	N.A. / 5600-06460		874.47
Passed Through University Space Research Association				
Tennessee State University	Visiting Researchers and Exchange	N.A. / NCC8-222		2,325.00
Subtotal Pass-Through Programs			\$	70,939.13
Subtotal National Aeronautics and Space Administration			\$	426,728.47
National Endowment for the Arts				
Direct Programs				
Austin Peay State University	Promotion of the Arts_Grants to Organizations and Individuals	45.024	\$	2,553.37
Tennessee Arts Commission	Promotion of the Arts_Grants to Organizations and Individuals	45.024		7,587.30
Tennessee Arts Commission	Promotion of the Arts_Partnership Agreements	45.025		578,584.24
Subtotal National Endowment for the Arts			\$	588,724.91
National Endowment for the Humanities				
Direct Programs				
East Tennessee State University	Promotion of the Humanities_Division of Preservation and Access	45.149	\$	23,316.06
University of Tennessee	Promotion of the Humanities_Division of Preservation and Access	45.149		97,383.30
University of Tennessee	Promotion of the Humanities Fellowship and Stipends	45.160		61,133.56
University of Tennessee	Promotion of the Humanities_Professional Development	45.163		129,946.89

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Middle Tennessee State University	Promotion of the Humanities_We the People	45.168	51,467.95
Subtotal National Endowment for the Humanities			\$ 363,247.76

Institute of Museum and Library Services

Direct Programs

East Tennessee State University	Museum Assessment Program	45.302	\$ 1,650.00
State	Grants to States	45.310	3,395,655.35
University of Tennessee	National Leadership Grants	45.312	99,303.22
University of Tennessee	Laura Bush 21st Century Librarian Program	45.313	11,505.80
University of Tennessee	Inst Museum&Lib Serv LG-03-02-0080-02	N.A. / R016011061	8,219.29
Subtotal Institute of Museum and Library Services			\$ 3,516,333.66

National Science Foundation

Direct Programs

Middle Tennessee State University	Engineering Grants	47.041	\$ 155,064.79	
University of Tennessee	Engineering Grants	47.041	280,582.14	\$ 435,646.93
East Tennessee State University	Mathematical and Physical Sciences	47.049	\$ 16,330.89	
Tennessee State University	Mathematical and Physical Sciences	47.049	534,444.23	
University of Memphis	Mathematical and Physical Sciences	47.049	5,928.61	
University of Tennessee	Mathematical and Physical Sciences	47.049	157,501.23	714,204.96
University of Memphis	Geosciences	47.050	\$ 102,454.00	
University of Tennessee	Geosciences	47.050	253,278.81	355,732.81
University of Memphis	Computer and Information Science and Engineering	47.070		174,629.35
University of Memphis	Biological Sciences	47.074	\$ 44,214.63	
University of Tennessee	Biological Sciences	47.074	486.46	44,701.09
East Tennessee State University	Education and Human Resources	47.076	\$ 62,969.38	
Jackson State Community College	Education and Human Resources	47.076	32,526.73	
Middle Tennessee State University	Education and Human Resources	47.076	631,153.76	
Nashville State Technical Community College	Education and Human Resources	47.076	608,905.84	
Pellissippi State Technical Community College	Education and Human Resources	47.076	200,441.62	
Tennessee State University	Education and Human Resources	47.076	698,473.17	
University of Memphis	Education and Human Resources	47.076	75,288.27	
University of Tennessee	Education and Human Resources	47.076	1,445,493.75	3,755,252.52
University of Tennessee	Polar Programs	47.078		307,226.69
University of Memphis	Intergovernmental Personnel Assignment	N.A. / DUE-0450176-001		181,993.59
Subtotal Direct Programs				\$ 5,969,387.94

Passed Through Vanderbilt University

University of Memphis	Engineering Grants	47.041 / 14656S6A2	\$ 128,270.84
Tennessee State University	Education and Human Resources	47.076 / DGE-0231969	117,948.48

Passed Through Regents of the University of California, Los Angeles

University of Tennessee	Mathematical and Physical Sciences	47.049 / R011053114	10,000.00
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State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Passed Through Colorado School of Mines			
University of Memphis	Education and Human Resources	47.076 / 532589	624.36
Passed Through Georgia Institute of Technology			
University of Tennessee	Education and Human Resources	47.076 / R041302022	563.00
Passed Through Kentucky Science and Technology			
University of Tennessee	Education and Human Resources	47.076 / R011704015	\$ 208.79
University of Tennessee	Education and Human Resources	47.076 / R011704026	<u>1,623.71</u>
			1,832.50
Passed Through Mathematical Association of America			
East Tennessee State University	Education and Human Resources	47.076 / MAA-SUMMA	17,405.35
Passed Through Milwaukee School of Engineering			
Pellissippi State Technical Community College	Education and Human Resources	47.076 / DUE-0442409	7,970.25
Passed Through Research Corporation of the University of Hawaii			
Pellissippi State Technical Community College	Education and Human Resources	47.076 / DUE-02-02452	88,646.50
Passed Through University of Kentucky Research Foundation			
Pellissippi State Technical Community College	Education and Human Resources	47.076 / EHR-0227028	16,948.71
Passed Through University of Missouri-Rolla			
Pellissippi State Technical Community College	Education and Human Resources	47.076 / DUE-0442446	2,416.85
Passed Through Wake Technical Community College			
Pellissippi State Technical Community College	Education and Human Resources	47.076 / DUE-0532655	8,448.35
Subtotal Pass-Through Programs			<u>\$ 401,075.19</u>
Subtotal National Science Foundation			<u>\$ 6,370,463.13</u>
Small Business Administration			
Direct Programs			
East Tennessee State University	Internet-Based Technical Assistance	59.005	\$ 943.36
Tennessee Board of Regents	Small Business Development Center	59.037	1,485,414.15
University of Tennessee	SBA HQ-05-1-0015 Schaerer	N.A. / R040101018	78,850.78
University of Tennessee	SBA Riverbend 03 Schaerer	N.A. / R040101003	<u>136,222.46</u>
Subtotal Small Business Administration			<u>\$ 1,701,430.75</u>

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Department of Veterans Affairs			
Direct Programs			
Tennessee State Veterans' Homes Board	Grants to States for Construction of State Home Facilities	64.005	\$ 5,575,153.71
East Tennessee State University Veterans Affairs	Veterans Home Based Primary Care Burial Expenses Allowance for Veterans	64.022 64.101	1,567,089.76 391,500.00
University of Tennessee	Post-Vietnam Era Veterans' Educational Assistance	64.120	3,882.20
Tennessee Higher Education Commission	Veterans Education Commission	N.A. / V101(223B) P3/0013	246,080.07
University of Memphis	Support of Veteran's Services Office	N.A. / N.A.	3,686.00
Subtotal Department of Veterans Affairs			\$ 7,787,391.74

Environmental Protection Agency			
Direct Programs			
Environment and Conservation	Air Pollution Control Program Support	66.001	\$ 914,504.34
Environment and Conservation	State Indoor Radon Grants	66.032	231,695.96
Environment and Conservation	Surveys, Studies, Investigations, Demonstrations and Special Purpose Activities Relating to the Clean Air Act	66.034	347,218.75
Environment and Conservation	Congressionally Mandated Projects	66.202	1.00
Environment and Conservation	Water Pollution Control State, Interstate, and Tribal Program Support	66.419	2,138,959.92
Environment and Conservation	Surveys, Studies, Investigations, Demonstrations and Special Purpose Grants - Section 1442 of the Safe Drinking Water Act	66.424	12,291.39
Environment and Conservation	State Public Water System Supervision	66.432	1,040,091.07
University of Tennessee	Surveys, Studies, Investigations, Demonstrations, and Training Grants and Cooperative Agreements - Section 104(b)(3) of the Clean Water Act	66.436	50,353.70
Environment and Conservation	Water Quality Management Planning	66.454	156,039.71
Environment and Conservation	Capitalization Grants for Clean Water State Revolving Funds	66.458	36,998,165.51
Agriculture	Nonpoint Source Implementation Grants	66.460	3,977,345.33
Environment and Conservation	Regional Wetland Program Development Grants	66.461	17,304.81
Environment and Conservation	Water Quality Cooperative Agreements	66.463	25,669.91
University of Tennessee	Wastewater Operator Training Grant Program (Technical Assistance)	66.467	10,390.34
Environment and Conservation	Capitalization Grants for Drinking Water State Revolving Funds	66.468	9,056,403.40
Environment and Conservation	State Grants to Reimburse Operators of Small Water Systems for Training and Certification Costs	66.471	73,447.46
Environment and Conservation	Water Protection Grants to the States	66.474	32,809.86
University of Tennessee	Greater Research Opportunities (GRO) Fellowships for Undergraduate/Graduate Environmental Study	66.513	3,994.19

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Science To Achieve Results (STAR) Fellowship Program	66.514		15,463.11
Agriculture	Performance Partnership Grants	66.605		561,808.69
University of Tennessee	Training and Fellowships for the Environmental Protection Agency	66.607		23,060.58
Environment and Conservation	Environmental Information Exchange Network Grant Program and Related Assistance	66.608		4.05
Environment and Conservation	Toxic Substances Compliance Monitoring Cooperative Agreements	66.701		87,982.20
Environment and Conservation	TSCA Title IV State Lead Grants Certification of Lead-Based Paint Professionals	66.707		53,198.92
Environment and Conservation	Pollution Prevention Grants Program	66.708		93,063.90
University of Tennessee	Surveys, Studies, Investigations, Training and Demonstrations and Educational Outreach	66.716		21,478.24
Environment and Conservation	Hazardous Waste Management State Program Support	66.801		2,146,780.23
Environment and Conservation	Superfund State, Political Subdivision, and Indian Tribe Site_Specific Cooperative Agreements	66.802		554,429.68
Environment and Conservation	State and Tribal Underground Storage Tanks Program	66.804		197,434.74
Environment and Conservation	Leaking Underground Storage Tank Trust Fund Program	66.805		1,308,845.14
Environment and Conservation	Solid Waste Management Assistance Grants	66.808	\$ 11,735.34	
University of Tennessee	Solid Waste Management Assistance Grants	66.808	18,275.14	30,010.48
Environment and Conservation	Superfund State and Indian Tribe Core Program Cooperative Agreements	66.809		254,501.82
Environment and Conservation	State and Tribal Response Program Grants	66.817		1,129,149.70
Middle Tennessee State University	Environmental Education Grants	66.951		3,254.33
Subtotal Environmental Protection Agency			\$	61,567,152.46

Department of Energy

Direct Programs

Economic and Community Development	State Energy Program	81.041		\$ 1,101,347.35
Human Services	Weatherization Assistance for Low-Income Persons	81.042		4,502,885.94
University of Tennessee	Office of Science Financial Assistance Program	81.049		32,451.26
University of Tennessee	Conservation Research and Development	81.086		44,143.93
Economic and Community Development	State Energy Program Special Projects	81.119	\$ 123,520.45	
Environment and Conservation	State Energy Program Special Projects	81.119	3,983,703.79	4,107,224.24
Military	Miscellaneous Federal Activities	81.502	\$ 809,756.07	
Pellissippi State Technical Community College	Miscellaneous Federal Activities	81.502	20,690.54	830,446.61
Economic and Community Development	Petroleum Violation Escrow-Amoco	N.A. / N.A.		9,023.68
Economic and Community Development	Petroleum Violation Escrow-Exxon	N.A. / N.A.		34.78

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Economic and Community Development	Petroleum Violation Escrow-Stripper	N.A. / N.A.	514,425.83
Tennessee State University	Department of Energy Chair of Excellence Professorship	N.A. / DE-FG02-94EW11428	312,494.93
Tennessee Wildlife Resources Agency	Oak Ridge Wildlife Management	N.A. / 1448-40181-G-070	174,968.77
Subtotal Department of Energy			\$ 11,629,447.32

Department of Education

Direct Programs

Labor and Workforce Development	Adult Education State Grant Program	84.002	\$ 11,939,609.82	
Roane State Community College	Adult Education_State Grant Program	84.002	<u>186,097.71</u>	\$ 12,125,707.53
University of Tennessee	Civil Rights Training and Advisory Services	84.004		352,174.24
Education	Title I Grants to Local Educational Agencies	84.010		197,915,479.94
Education	Migrant Education_State Grant Program	84.011		317,941.70
Education	Title I Program for Neglected and Delinquent Children	84.013		486,707.42
Austin Peay State University	Higher Education Institutional Aid	84.031	\$ 10,051.90	
Northeast State Technical Community College	Higher Education_Institutional Aid	84.031	47,145.92	
Pellissippi State Technical Community College	Higher Education_Institutional Aid	84.031	451,151.18	
Tennessee State University	Higher Education Institutional Aid	84.031	5,273,477.36	
University of Tennessee	Higher Education_Institutional Aid	84.031	<u>375,245.22</u>	6,157,071.58
Tennessee Student Assistance Corporation	Federal Family Education Loans	84.032		104,622,383.40
Education	Vocational Education_Basic Grants To States	84.048		34,211,646.00
Tennessee Student Assistance Corporation	Leveraging Educational Assistance Partnership	84.069		1,294,854.00
Chattanooga State Technical Community College	Fund for the Improvement of Postsecondary Education	84.116	\$ 277,933.70	
Middle Tennessee State University	Fund for the Improvement of Postsecondary Education	84.116	99,414.64	
University of Memphis	Fund for the Improvement of Postsecondary Education	84.116	301,978.34	679,326.68
Tennessee State University	Minority Science and Engineering Improvement	84.120		17,363.33
Human Services	Rehabilitation Services_Vocational Rehabilitation Grants to States	84.126		55,265,082.71
University of Memphis	Rehabilitation Long-Term Training	84.129	\$ 184,107.96	
University of Tennessee	Rehabilitation Long-Term Training	84.129	<u>42,006.32</u>	226,114.28
University of Tennessee	Migrant Education_High School Equivalency Program	84.141		408,025.31
East Tennessee State University	Business and International Education Projects	84.153	\$ 47,295.98	
University of Tennessee	Business and International Education Projects	84.153	102,089.19	149,385.17
University of Tennessee	Training Interpreters for Individuals who are Deaf and Individuals who are Deaf-Blind	84.160		78,147.22
Human Services	Independent Living State Grants	84.169		293,286.80
Human Services	Rehabilitation Services_Independent Living Services for Older Individuals Who are Blind	84.177		635,873.47
Education	Special Education_Grants for Infants and Families with Disabilities	84.181		8,927,073.04

State of Tennessee
Schedule of Expenditures of Federal Awards
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
East Tennessee State University	Safe and Drug-Free Schools and Communities National Programs	84.184	\$ 145,889.19	
Education	Safe and Drug-Free Schools and Communities National Programs	84.184	364,146.98	510,036.17
Education	Byrd Honors Scholarships	84.185		756,000.00
Education	Safe and Drug-Free Schools and Communities State Grants	84.186		7,044,563.26
Human Services	Supported Employment Services for Individuals with Severe Disabilities	84.187		506,065.00
Middle Tennessee State University	Bilingual Education-Professional Development	84.195	\$ 257,269.72	
University of Tennessee	Bilingual Education-Professional Development	84.195	224,941.15	482,210.87
Education	Education for Homeless Children and Youth	84.196		1,304,651.15
Education	Even Start_State Educational Agencies	84.213		3,672,485.39
University of Tennessee	Fund for the Improvement of Education	84.215		119,486.66
Human Services	Assistive Technology	84.224		431,663.25
Education	Tech-Prep Education	84.243		2,584,727.51
University of Tennessee	National Institute for Literacy	84.257		215,415.25
University of Tennessee	Rehabilitation Training_Continuing Education	84.264		417,664.70
Human Services	Rehabilitation Training_State Vocational Rehabilitation Unit In-Service Training	84.265		176,129.09
Tennessee Higher Education Commission	Eisenhower Professional Development State Grants	84.281		(304.60)
Education	Charter Schools	84.282		2,386,706.40
Education	Twenty-First Century Community Learning Centers	84.287		16,106,271.44
Education	State Grants for Innovative Programs	84.298		3,939,095.76
Education	Education Technology State Grants	84.318		11,876,782.39
Education	Special Education - State Personnel Development	84.323		1,344,015.47
Middle Tennessee State University	Research in Special Education	84.324	\$ 200,154.28	
University of Tennessee	Research in Special Education	84.324	926,000.71	1,126,154.99
University of Tennessee	Special Education - Personnel Development to Improve Services and Results for Children with Disabilities	84.325		12,733.50
Education	Advanced Placement Program	84.330		62,818.89
Education	Comprehensive School Reform Demonstration	84.332		6,561,843.06
Dyersburg State Community College	Gaining Early Awareness and Readiness for Undergraduate Programs	84.334	\$ 156,048.74	
East Tennessee State University	Gaining Early Awareness and Readiness for Undergraduate Programs	84.334		302,443.03
Tennessee Higher Education Commission	Gaining Early Awareness and Readiness for Undergraduate Programs	84.334		65,527.42
University of Tennessee	Gaining Early Awareness and Readiness for Undergraduate Programs	84.334	1,365,440.28	1,889,459.47
Austin Peay State University	Child Care Access Means Parents in School	84.335	\$ 33,415.85	
East Tennessee State University	Child Care Access Means Parents in School	84.335		78,212.81
Northeast State Technical Community College	Child Care Access Means Parents In School	84.335		36,689.04

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Southwest Tennessee Community College	Child Care Access Means Parents In School	84.335	72,570.80	
University of Memphis	Child Care Access Means Parents in School	84.335	4,383.98	225,272.48
University of Tennessee	Teacher Quality Enhancement Grants	84.336		105,454.83
University of Tennessee	Community Technology Centers	84.341		6,287.04
East Tennessee State University	Preparing Tomorrow's Teachers to Use Technology	84.342		32,012.24
Education	Vocational Education_Occupational and Employment Information State Grants	84.346		156,302.03
University of Tennessee	Early Childhood Educator Professional Development	84.349		568,256.81
Education	Transition to Teaching	84.350		663,356.08
Nashville State Technical Community College	Tech-Prep Demonstration Grants	84.353		17,734.14
Education	Reading First State Grants	84.357		25,175,586.23
Education	Rural Education	84.358		3,787,662.11
Education	English Language Aquisition Grants	84.365		3,656,517.48
Education	Mathematics and Science Partnerships	84.366		2,263,088.44
Education	Improving Teacher Quality State Grants	84.367	\$ 44,964,410.24	
Tennessee Higher Education Commission	Improving Teacher Quality State Grants	84.367	1,386,213.31	46,350,623.55
Education	Grants for State Assessments and Related Activities	84.369		6,454,252.02
Education	Hurricane Education Recovery	84.938	\$ 11,458,091.52	
Tennessee State University	Hurricane Education Recovery	84.938	42,856.00	11,500,947.52
Subtotal Direct Programs			\$	588,653,671.89
Passed Through Center for Adult Reading and Enrichment				
Chattanooga State Technical Community College	Adult Education_State Grant Program	84.002 / GR-06-173-40-00	\$	616.00
Passed Through Kankakee Community College				
Tennessee State University	Fund for the Improvement of Postsecondary Education	84.116 / PO101472		2,145.90
Passed Through Shelby County Schools				
University of Memphis	Bilingual Education Support Services	84.194 / CDFA#84.195B		760.28
Passed Through Arkansas State University				
University of Memphis	Fund for the Improvement of Education	84.215 / 510047		129,294.69
Passed Through Cheatham County Board of Education				
Tennessee State University	Fund for the Improvement of Education	84.215 / U215X040114		10,479.74
Passed Through Dyersburg City Schools District				
University of Tennessee	Fund for the Improvement of Education	84.215 / R054533002	\$ 84,055.11	
University of Tennessee	Fund for the Improvement of Education	84.215 / R054533003	266,492.76	350,547.87

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Passed Through Great Cities Universities Foundation			
University of Memphis	Fund for the Improvement of Education	84.215 / UWM-2/FIE	12,830.88
Passed Through Memphis City Schools			
University of Memphis	Fund for the Improvement of Education	84.215 / P11514	12,920.04
University of Memphis	Gaining Early Awareness and Readiness for Undergraduate Programs	84.334 / 05-00434-Z-03	89,213.79
Passed Through Metro Government of Nashville Davidson County			
Middle Tennessee State University	Fund for the Improvement of Education	84.215 / 2-213324-02	104,293.82
Passed Through National Council for Accreditation of Teacher Education			
Tennessee State University	Fund for the Improvement of Education	84.215 / U215U030004-04	441.40
Passed Through Warren County Schools			
Middle Tennessee State University	Fund for the Improvement of Education	84.215 / S215X020283	226,641.25
Passed Through L-3 Communications			
University of Tennessee	National Institute for Literacy	84.257 / R011704052	65,903.68
Passed Through Georgia State University			
University of Tennessee	Rehabilitation Training_Continuing Education	84.264 / R011250003	\$ 242,925.08
University of Tennessee	Rehabilitation Training_Continuing Education	84.264 / R011790028	8,711.76
Passed Through Edvantia			
University of Tennessee	Eisenhower Retional Math and Science Consortia	84.319 / R011708010	35,596.82
Passed Through Vanderbilt University			
Tennessee State University	Special Education - Personnel Development to Improve Services and Results for Children with Disabilities	84.325 / H325A000097-04	16,745.49
Middle Tennessee State University	Gaining Early Awareness and Readiness for Undergraduate Programs	84.334 / P334A000206	\$ 55,210.80
Tennessee State University	Gaining Early Awareness and Readiness for Undergraduate Programs	84.334 / P334A000206	82,926.59
Passed Through University of Kentucky Research Foundation			
University of Tennessee	Special Education_Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities	84.326 / R054136043	22,912.09

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Passed Through Kentucky Education Professional Standards Board				
University of Tennessee	Teacher Quality Enhancement Grants	84.336 / R011708001	\$ (20,398.65)	
University of Tennessee	Teacher Quality Enhancement Grants	84.336 / R011708009	<u>23,103.45</u>	2,704.80
Passed Through Western Kentucky University				
University of Tennessee	Teacher Quality Enhancement Grants	84.336 / R011708012		64,164.76
Passed Through Drexel University				
University of Tennessee	Transition to Teaching	84.350 / R011708014		11,696.48
Passed Through National Writing Project Corporation				
Middle Tennessee State University	National Writing Project	84.928 / 05-TN03	\$ 32,509.02	
University of Tennessee	National Writing Project	84.928 / R054529002	19,432.71	
University of Tennessee	National Writing Project	84.928 / R054529003	<u>26,326.29</u>	<u>78,268.02</u>
Subtotal Pass-Through Programs			<u>\$ 1,627,952.03</u>	
Subtotal Department of Education			<u>\$ 590,281,623.92</u>	
National Archives and Records Administration				
Direct Programs				
State	National Historical Publications and Records Grants	89.003	\$ 3,705.53	
Subtotal National Archives and Records Administration			<u>\$ 3,705.53</u>	
Delta Regional Authority				
Direct Programs				
Dyersburg State Community College	Delta Regional Development	90.200	\$ 32,497.97	
Jackson State Community College	Delta Regional Development	90.200	<u>33,076.21</u>	<u>\$ 65,574.18</u>
Subtotal Delta Regional Authority			<u>\$ 65,574.18</u>	
Elections Assistance Commission				
Direct Programs				
State	Help America Vote Act Requirements Payments	90.401	\$ 7,012,741.01	
Subtotal Elections Assistance Commission			<u>\$ 7,012,741.01</u>	
Department of Health and Human Services				
Direct Programs				
Health	State and Territorial and Technical Assistance Capacity Development Minority HIV/AIDS Demonstration Program	93.006	\$ 144,424.79	

State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Commission on Aging and Disability	Special Programs for the Aging_Title VII, Chapter 3_Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041		112,300.00
Commission on Aging and Disability	Special Programs for the Aging_Title VII, Chapter 2_Long Term Care Ombudsman Services for Older Individuals	93.042		292,100.00
Commission on Aging and Disability	Special Programs for the Aging_Title III, Part D_Disease Prevention and Health Promotion Services	93.043		491,500.00
Commission on Aging and Disability	Alzheimer's Disease Demonstration Grants to States	93.051		308,802.00
Commission on Aging and Disability	National Family Caregiver Support	93.052		3,668,400.00
Health	Food and Drug Administration Research	93.103		4,070.09
Mental Health and Developmental Disabilities	Comprehensive Community Mental Health Services for Children With Serious Emotional Disturbances (SED)	93.104		393,916.00
Health	Maternal and Child Health Federal Consolidated Programs	93.110	\$ 92,780.35	
University of Tennessee	Maternal and Child Health Federal Consolidated Programs	93.110	118,700.47	211,480.82
University of Tennessee	Environmental Health	93.113		116,262.38
Health	Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116		1,049,820.91
University of Tennessee	Oral Diseases and Disorders Research	93.121		306.65
University of Tennessee	Nurse Anesthetist Traineeships	93.124		43,319.00
Health	Emergency Medical Services for Children	93.127		74,072.12
Health	Primary Care Services Resource Coordination and Development	93.130		226,058.23
Health	Injury Prevention and Control Research and State and Community Based Programs	93.136		1,295,536.61
Mental Health and Developmental Disabilities	Projects for Assistance in Transition From Homelessness (PATH)	93.150		695,665.00
University of Tennessee	Centers of Excellence	93.157		737,582.57
University of Tennessee	Research Related to Deafness and Communication Disorders	93.173		25,718.24
Middle Tennessee State University	Nursing Workforce Diversity	93.178		6,545.47
East Tennessee State University	Quentin N. Burdick Program for Rural Interdisciplinary Training	93.192		247,558.68
Health	Childhood Lead Poisoning Prevention Projects_State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children	93.197	\$ 331,619.80	
University of Tennessee	Childhood Lead Poisoning Prevention Projects_State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children	93.197	16,375.14	347,994.94
University of Tennessee	Telehealth Network Grants	93.211		(4,703.65)
Health	Family Planning Services	93.217		6,188,266.06

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
East Tennessee State University	Consolidated Health Centers (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, Public Housing Primary Care, and School Based Health Centers)	93.224	\$ 891,856.09	
Health	Consolidated Health Centers (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, Public Housing Primary Care, and School Based Health Centers)	93.224	1,618,114.54	2,509,970.63
Mental Health and Developmental Disabilities	Consolidated Knowledge Development and Application (KD&A) Program	93.230		9,415.09
Health	Traumatic Brain Injury State Demonstration Grant Program	93.234		7,496.29
Health	Abstinence Education Program	93.235		969,715.33
Health	State Capacity Building	93.240		215,964.61
Health	State Rural Hospital Flexibility Program	93.241		96,571.06
Finance and Administration	Substance Abuse and Mental Health Services_Projects of Regional and National Significance	93.243	\$ 130,476.29	
Health	Substance Abuse and Mental Health Services_Projects of Regional and National Significance	93.243	906,670.71	
Mental Health and Developmental Disabilities	Substance Abuse and Mental Health Services_Projects of Regional and National Significance	93.243	804,410.38	1,841,557.38
East Tennessee State University	Advanced Education Nursing Grant Program	93.247	\$ 25,956.29	
University of Tennessee	Advanced Education Nursing Grant Program	93.247	832,193.25	858,149.54
Health	Universal Newborn Hearing Screening	93.251		104,036.73
Commerce and Insurance	State Planning Grants Health Care Access for the Uninsured	93.256		616,902.89
Health	Rural Access to Emergency Devices Grant	93.259		221,789.04
East Tennessee State University	Nurse Faculty Loan Program (NFLP)	93.264		93,608.00
Health	Immunization Grants	93.268	\$ 2,751,999.06	
Health	Immunization Grants (Noncash Award)	93.268	32,317,009.25	35,069,008.31
University of Tennessee	Alcohol Research Programs	93.273		11,063.94
Health	Substance Abuse and Mental Health Services-Access to Recovery Centers for Disease Control and Prevention_Investigations and Technical Assistance	93.275		7,481,569.92
Health	Centers for Disease Control and Prevention_Investigations and Technical Assistance	93.283	\$ 20,938,651.71	
University of Tennessee	Centers for Disease Control and Prevention_Investigations and Technical Assistance	93.283	300,725.97	21,239,377.68
Health	Small Rural Hospital Improvement Grant Program	93.301		386,911.23
East Tennessee State University	Advanced Education Nursing Traineeships	93.358	\$ 52,732.00	
Tennessee State University	Advanced Education Nursing Traineeships	93.358	17,100.75	
University of Tennessee	Advanced Education Nursing Traineeships	93.358	170,649.00	240,481.75

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
East Tennessee State University	Nurse Education, Practice and Retention Grants	93.359		293,089.57
University of Tennessee	National Center for Research Resources	93.389		169,830.89
Children's Services	Promoting Safe and Stable Families	93.556		7,797,403.56
Human Services	Temporary Assistance for Needy Families	93.558		126,436,699.99
Human Services	Child Support Enforcement	93.563		54,422,570.71
Human Services	Refugee and Entrant Assistance_State Administered Programs	93.566		1,378,084.64
Human Services	Low-Income Home Energy Assistance	93.568		30,171,393.11
Human Services	Community Services Block Grant	93.569		11,700,879.75
Human Services	Community Services Block Grant Formula and Discretionary Awards	93.571		58,050.17
	Community Food and Nutrition Programs			
Education	Refugee and Entrant Assistance Discretionary Grants	93.576	\$ 113,808.70	
Human Services	Refugee and Entrant Assistance Discretionary Grants	93.576	707.19	114,515.89
Human Services	Refugee and Entrant Assistance_Targeted Assistance Grants	93.584		73,095.47
Court System	State Court Improvement Program	93.586		182,815.97
Children's Services	Community-Based Child Abuse Prevention Grants	93.590		692,669.55
Human Services	Grants to States for Access and Visitation Programs	93.597		141,709.78
Children's Services	Chafee Education and Training Vouchers Program (ETV)	93.599		546,484.42
Education	Head Start	93.600	\$ 222,588.40	
Tennessee State University	Head Start	93.600	1,532,118.69	1,754,707.09
Human Services	Child Support Enforcement Demonstrations and Special Projects	93.601		45,966.45
Children's Services	Adoption Incentive Payments	93.603		176,000.00
Finance and Administration	Developmental Disabilities Basic Support and Advocacy Grants	93.630		1,512,023.23
Finance and Administration	Developmental Disabilities Projects of National Significance	93.631		56,168.32
Children's Services	Children's Justice Grants to States	93.643		410,385.29
Children's Services	Child Welfare Services State Grants	93.645		6,978,349.51
University of Tennessee	Child Welfare Services Training Grants	93.648		840,314.52
Children's Services	Foster Care Title IV-E	93.658		30,810,202.05
Children's Services	Adoption Assistance	93.659		27,150,676.00
Human Services	Social Services Block Grant	93.667		10,738,563.01
Children's Services	Child Abuse and Neglect State Grants	93.669		539,103.81
Finance and Administration	Family Violence Prevention and Services/Grants for Battered Women's Shelters_Grants to States and Indian Tribes	93.671		1,726,355.26
Children's Services	Chafee Foster Care Independence Program	93.674		2,653,433.21
Finance and Administration	State Children's Insurance Program	93.767		1,015,995.00
Commission on Aging and Disability	Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	93.779	\$ 543,986.00	
Finance and Administration	Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	93.779	630,616.73	
Mental Health and Developmental Disabilities	Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	93.779	518,661.83	1,693,264.56

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
East Tennessee State University	Health Careers Opportunity Program	93.822	\$ 376,918.22	
University of Tennessee	Health Careers Opportunity Program	93.822	<u>327,007.67</u>	703,925.89
University of Tennessee	Heart and Vascular Diseases Research	93.837		492,932.87
University of Tennessee	Diabetes, Endocrinology and Metabolism Research	93.847		142,853.01
University of Tennessee	Microbiology and Infectious Diseases Research	93.856		167,747.01
Tennessee State University	Biomedical Research and Research Training	93.859		89,467.72
East Tennessee State University	Grants for Training in Primary Care Medicine and Dentistry	93.884	\$ 602,073.11	
University of Tennessee	Grants for Training in Primary Care Medicine and Dentistry	93.884	102,137.23	704,210.34
East Tennessee State University	Health Care and Other Facilities	93.887	\$ 897,445.40	
Tennessee Technological University	Health Care and Other Facilities	93.887	<u>246,371.52</u>	1,143,816.92
University of Tennessee	Specially Selected Health Projects	93.888		560,569.29
Health	National Bioterrorism Hospital Preparedness Program	93.889		7,910,837.89
Health	Rural Health Care Services Outreach and Rural Health Network Development Program	93.912		696,467.77
Health	Grants to States for Operation of Offices of Rural Health	93.913		141,215.67
Health	HIV Care Formula Grants	93.917		22,623,896.77
University of Tennessee	Disadvantaged Health Professions Faculty Loan Repayment (FLRP) and Minority Faculty Fellowship Program (MFFP)	93.923		60,788.44
Education	Cooperative Agreements to Support Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems	93.938		858,306.99
Health	HIV Prevention Activities_Health Department Based	93.940		3,638,991.73
Health	Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	93.944		1,062,266.65
Health	Assistance Programs for Chronic Disease Prevention and Control	93.945		303,301.98
Health	Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs	93.946		2,593.98
Health	Trauma Care Systems Planning and Development	93.952		46,629.52
Mental Health and Developmental Disabilities	Block Grants for Community Mental Health Services	93.958		7,956,205.00
Health	Block Grants for Prevention and Treatment of Substance Abuse	93.959		35,181,214.62
Health	Preventive Health Services_Sexually Transmitted Diseases Control Grants	93.977		2,241,223.71
Health	Cooperative Agreements for State-Based Diabetes Control Programs and Evaluation of Surveillance Svstems	93.988		228,665.35
Health	Preventive Health and Health Services Block Grant	93.991		1,938,520.55
Health	Maternal and Child Health Services Block Grant to the States	93.994		10,943,357.53
University of Tennessee	Natl Library Med PO 467-MZ-401754	N.A. / R073204022		45,047.47
University of Tennessee	NIH-NIDDK-Emmes Corp-Gaber	N.A. / R073252102		<u>3,150.00</u>
Subtotal Direct Programs			\$ 510,819,591.78	

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Passed Through Partnership to Promote Healthy Eating and Active Living, Incorporated				
University of Tennessee	Maternal and Child Health Federal Consolidated Programs	93.110 / R011770004	\$	5,015.20
Passed Through Southeast Regional Research Group				
University of Tennessee	Maternal and Child Health Federal Consolidated Programs	93.110 / R105210110		15,502.72
Passed Through University of North Carolina				
University of Tennessee	Maternal and Child Health Federal Consolidated Programs	93.110 / R011770027		113,184.67
East Tennessee State University	Public Health Training Centers Grant Program	93.249 / W503961	\$	9,533.73
East Tennessee State University	Public Health Training Centers Grant Program	93.249 / W602452		23,428.25
University of Tennessee	Developmental Disabilities Basic Support and Advocacy Grants	93.630 / R011790008		11,890.54
University of Tennessee	Block Grants for Community Mental Health Services	93.958 / R011790007		16.92
Passed Through Vanderbilt University				
Tennessee State University	Maternal and Child Health Federal Consolidated Programs	93.110 / 2T73MC00050	\$	45,286.81
Tennessee State University	Maternal and Child Health Federal Consolidated Programs	93.110 / 5T83MC00008-50-00		(1,351.28)
Tennessee State University	Maternal and Child Health Federal Consolidated Programs	93.110 / 5T83MC00008-51-00		29,003.00
University of Tennessee	Maternal and Child Health Federal Consolidated Programs	93.110 / R014030014		23,168.18
Tennessee State University	Biomedical Research and Research Training	93.859 / 1R25GM60190-01		1,620.00
Passed Through University of Cincinnati				
University of Tennessee	Applied Toxicological Research and Testing	93.114 / R131030063	\$	(419.11)
University of Tennessee	Applied Toxicological Research and Testing	93.114 / R131030079		299,640.99
University of Tennessee	Applied Toxicological Research and Testing	93.114 / R131030083		44,818.45
University of Tennessee	NIEHS Hazardous Waste Worker Health and Safety Training	93.142 / R131030070		(1,518.31)
Passed Through Howard University				
Tennessee State University	AIDS Education and Training Centers	93.145 / 6H4AHAA00066-03-00		22,227.31
Passed Through Metropolitan Drug Commission				
University of Tennessee	Drug-Free Communities Support Program Grants	93.276 / R014018086	\$	90.75
University of Tennessee	Drug-Free Communities Support Program Grants	93.276 / R014018126		1,362.80
Passed Through National Collegiate Athletic Association				
Tennessee State University	Community Services Block Grant Discretionary Awards	93.570 / 93-150		4,254.64

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Passed Through National Youth Sports Corporation				
Middle Tennessee State University	Community Services Block Grant Discretionary Awards	93.570 / 03-084	\$	312.06
Middle Tennessee State University	Community Services Block Grant Discretionary Awards	93.570 / NYSPF 05:1075		33,550.48
Tennessee State University	Community Services Block Grant Discretionary Awards	93.570 / 90ES0006/04		19,697.03
Tennessee State University	Community Services Block Grant Discretionary Awards	93.570 / 90ES0006/05		34,805.35
University of Memphis	Community Services Block Grant Discretionary Awards	93.570 / NYSPF 05-1163		90,273.22
				178,638.14
Passed Through North Carolina Center on Developmental Disabilities				
University of Tennessee	Developmental Disabilities Basic Support and Advocacy Grants	93.630 / R011790019		63,707.56
Passed Through Wake Forest University				
University of Tennessee	Child Welfare Services Training Grants	93.648 / R073365073		(2,005.79)
Passed Through University of Kentucky				
University of Tennessee	Child Abuse and Neglect Discretionary Activities	93.670 / R014011106		48,823.72
Passed Through Advocates for Human Potential, Incorporated				
Mental Health and Developmental Disabilities	Block Grants for Community Mental Health Services	93.958 / N.A.		1,486.00
Passed Through North Carolina Division of Vocational Rehabilitation Services				
University of Tennessee	Block Grants for Community Mental Health Services	93.958 / R011790018		70,748.64
Passed Through Meharry Medical College				
Tennessee State University	Geriatric Education Centers	93.969 / 5D31HP80004-03-00	\$	291.03
Tennessee State University	Geriatric Education Centers	93.969 / 5D31HP80004-04-00		28,266.41
				28,557.44
Passed Through University of Kentucky Research Foundation				
East Tennessee State University	Geriatric Education Centers	93.969 / 4-63995-01-007	\$	1,233.28
East Tennessee State University	Geriatric Education Centers	93.969 / 4-69194-06-071		75,775.85
East Tennessee State University	Geriatric Education Centers	93.969 / 4-72454-05-037		2,151.70
				79,160.83
Subtotal Pass-Through Programs				\$ 1,115,872.80
Subtotal Department of Health and Human Services				\$ 511,935,464.58
Corporation for National and Community Service				
Direct Programs				
Finance and Administration	Retired and Senior Volunteer Program	94.002	\$	49,681.33
Finance and Administration	State Commissions	94.003		287,826.83
Education	Learn and Serve America_School and Community Based Programs	94.004		305,584.11

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
East Tennessee State University	Learn and Serve America_Higher Education	94.005	471.81
Finance and Administration	AmeriCorps	94.006	2,862,208.99
Finance and Administration	Planning and Program Development Grants	94.007	20,854.30
Finance and Administration	Training and Technical Assistance	94.009	104,050.36
Subtotal Corporation for National and Community Service			\$ 3,630,677.73

Department of Homeland Security

Direct Programs

Military	Urban Areas Security Initiative	97.008	\$ 1,314,605.60
Tennessee Wildlife Resources Agency	Boating Safety Financial Assistance	97.012	1,866,423.00
University of Memphis	National Fire Academy Educational Program	97.019	10,928.80
Military	Hazardous Materials Assistance Program	97.021	2,125.00
Economic and Community Development	Community Assistance Program State Support Services Element (CAP-SSSE)	97.023	132,504.11
Military	Flood Mitigation Assistance	97.029	12,120.66
Labor and Workforce Development	Disaster Unemployment Assistance	97.034	15,690.71
Military	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	39,243,032.35
Commerce and Insurance	First Responder Counter-Terrorism Training Assistance	97.038	26,274.43
Military	Hazard Mitigation Grant	97.039	5,662,187.95
Environment and Conservation	National Dam Safety Program	97.041	401,393.11
Military	Emergency Management Performance Grants	97.042	1,756,004.03
Commerce and Insurance	Assistance to Firefighters Grant	97.044	68,305.36
Military	Pre-Disaster Mitigation	97.047	1,679,910.29
Military	State and Local All Hazards Emergency Operations Planning	97.051	(2,950.00)
University of Tennessee	Competitive Training Grants	97.068	76,087.79
Economic and Community Development	Map Modernization Management Support	97.070	71,961.10
Military	Buffer Zone Protection Plan (BZPP)	97.078	54,376.00
University of Tennessee	HLS 05GTT5K007 Ag Vulnerability-Thompson	N.A. / R181701121	163,258.76
Subtotal Direct Programs			\$ 52,554,239.05

Passed Through Louisiana State University

University of Tennessee	Homeland Security Preparedness Technical Assistance Program	97.007 / R131015033	\$ 57,435.48
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Subtotal Pass-Through Programs

\$ 57,435.48

Subtotal Department of Homeland Security

\$ 52,611,674.53

United States Agency for International Development

Passed Through Oregon State University

Tennessee State University	Cooperative Development Program (CDP)	98.002 / HNE-A-00-97-00059-00	\$ 18,235.60
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**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Subtotal United States Agency for International Development			\$ 18,235.60

Other Federal Assistance

Office of National Drug Control Policy

Passed Through Laurel County Fiscal Court

Alcoholic Beverage Commission	Appalachia High Intensity Drug Trafficking Area	N.A. / I5PAPP501Z	\$ 14,556.81
District Attorneys General Conference	Appalachia High Intensity Drug Trafficking Area	N.A. / I3PAPP501	\$ 128,996.47
District Attorneys General Conference	Appalachia High Intensity Drug Trafficking Area	N.A. / I4PAPP501	437.44
District Attorneys General Conference	Appalachia High Intensity Drug Trafficking Area	N.A. / I6PAPP501	104,303.54
Safety	High Intensity Drug Trafficking Area	N.A. / I5PAPP501	40,795.98
Tennessee Bureau of Investigation	High Intensity Drug Trafficking Area	N.A. / I2-PAPP501	\$ 14,700.00
Tennessee Bureau of Investigation	High Intensity Drug Trafficking Area	N.A. / I4-PAPP501	11,494.72
Tennessee Bureau of Investigation	High Intensity Drug Trafficking Area	N.A. / I5-PAPP501Z	275,945.11
Tennessee Bureau of Investigation	High Intensity Drug Trafficking Area	N.A. / I6-PAPP501	329,658.40
Subtotal Office of National Drug Control Policy			\$ 920,888.47

Tennessee Valley Authority

Direct Programs

Environment and Conservation	TVA Ocoee Trust Fund	N.A. / TV-63501A	\$ 104,230.21
Military	Radiological Emergency Response	N.A. / 99997954	1,430,305.44
Pellissippi State Technical Community College	Tennessee Valley Region-Economic Development	N.A. / 99997620	53,616.72
Tennessee State University	Tennessee Valley Authority Incubation Center	N.A. / TV-64012A	38,724.68
Tennessee State University	Weekend Academy	N.A. / 99BB4-250691	1,038.97
University of Tennessee	TVA #00020810-Pond Creek-Walker	N.A. / R124310026	39,607.39
University of Tennessee	TVA 99998950 REL #21 Gangaware	N.A. / R012550090	7,940.61
University of Tennessee	TVA TV77105A SUPP#12 Bunting	N.A. / R011083070	7,262.77
University of Tennessee	TVA TV-84900V Student Aid-HRD	N.A. / R011142020	453.80
University of Tennessee	TVA-Release #25 Gangaware	N.A. / R012550098	23,328.74
University of Tennessee	TVA-Release #55 Gangaware	N.A. / R012550100	21,450.56
University of Tennessee	TVA-Release #68 Gangaware	N.A. / R012550101	55.30
University of Tennessee	TVA-Release #78-Ezzell	N.A. / R012595036	14,000.18
University of Tennessee	TVA-Samab	N.A. / R012540065	52,283.06
Subtotal Tennessee Valley Authority			\$ 1,794,298.43

Corporation for Public Broadcasting
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Direct Programs

University of Tennessee	CPB - Williamson	N.A. / R010410005	\$ 195,042.50
University of Tennessee	CPB Equipment Fund	N.A. / R131020040	28,801.30
University of Tennessee	Public Television Station Digital Transition Grant Program	N.A. / R045815001	\$ 64,308.00
University of Tennessee	Public Television Station Digital Transition Grant Program	N.A. / R045815044	2,710.46
University of Tennessee	Public Television Station Digital Transition Grant Program	N.A. / R045815046	62,498.02
			129,516.48

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Subtotal Corporation for Public Broadcasting			\$ 353,360.28
Subtotal Other Federal Assistance			\$ 3,068,547.18
Total Unclustered Programs			\$ 2,157,642,140.55
Research and Development Cluster			
Department of Agriculture			
Direct Programs			
Tennessee State University	Agricultural Research_Basic and Applied Research	10.001 / 58-1230-2-044	\$ 8,869.68
Tennessee State University	Agricultural Research_Basic and Applied Research	10.001 / 58-6404-3-118	228,269.19
Tennessee State University	Agricultural Research_Basic and Applied Research	10.001 / 59-0402-5-042	261.25
University of Memphis	Agricultural Research_Basic and Applied Research	10.001 / 58-6408-1-0098 A5	27,110.74
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R110178023	193,838.77
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R111017019	603,650.80
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R111017033	2,502.00
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R111017035	41,744.79
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R111416009	87,222.14
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R112015098	184.45
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R112615078	1,375.58
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R112615142	9.56
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R112615214	81,621.96
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R112615215	95,642.55
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R112615237	6,923.71
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R112615238	7,533.04
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R112818036	93,122.05
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R112818037	8,270.60
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R118315009	64,243.19
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R118315034	24,448.83
Tennessee State University	Plant and Animal Disease, Pest Control, and Animal Care	10.025 / 04-8100-0881-CA	215.56
Tennessee State University	Grants for Agricultural Research, Special Research Grants	10.200 / 2003-34381-13660	\$ 32,101.60
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R112219061	(36,813.49)
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R112219109	70,994.69
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R112219150	195,961.65

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R112219184	88,973.72	351,218.17
University of Tennessee	Cooperative Forestry Research	10.202 / R011084022		(594.01)
Tennessee State University	Payments to 1890 Land-Grant Colleges and Tuskegee University	10.205 / 2003-33100-08915	\$ 168.98	
Tennessee State University	Payments to 1890 Land-Grant Colleges and Tuskegee University	10.205 / 2004-33100-08915	58,563.51	
Tennessee State University	Payments to 1890 Land-Grant Colleges and Tuskegee University	10.205 / 2005-33100-08915	749,276.96	
Tennessee State University	Payments to 1890 Land-Grant Colleges and Tuskegee University	10.205 / 2006-33100-08915	1,708,455.08	2,516,464.53
East Tennessee State University	Grants for Agricultural Research_Competitive Research Grants	10.206 / 2003-35318-13749	\$ 13,530.82	
Tennessee State University	Grants for Agricultural Research_Competitive Research Grants	10.206 / 2004-35605-14395	22,578.52	
Tennessee State University	Grants for Agricultural Research_Competitive Research Grants	10.206 / 2005-35618-15742	10,928.33	
Tennessee State University	Grants for Agricultural Research_Competitive Research Grants	10.206 / 2005-35618-15748	97,593.39	
Tennessee Technological University	Grants for Agricultural Research_Competitive Research Grants	10.206 / 2005-35201-15323	62,346.25	
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R011018076	51,546.42	
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R011022032	52,385.57	
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R011086014		(524.80)
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R011322104	62,780.85	
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R012580123	34,684.52	
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R110178022	103,309.40	
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R111017018	26,144.82	
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R111017032	1,279.92	
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R111216055	25,651.29	
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R111216086	10,736.91	
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R111416048	1,510.24	
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R111416052	76,138.74	

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R111616047		55,264.16
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R111616054		91,314.67
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R112015096		47,191.65
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R112015099		43,285.26
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R112219021		16,396.82
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R112219069		3,316.09
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R112219108		94,646.78
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R112219111		9,032.95
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R112219190		56,997.71
				1,070,067.28
Tennessee State University	1890 Institution Capacity Building Grants	10.216 / 2001-38814-11468	\$	38,539.43
Tennessee State University	1890 Institution Capacity Building Grants	10.216 / 2002-38814-12598		81,675.22
Tennessee State University	1890 Institution Capacity Building Grants	10.216 / 2002-38814-12721		7,411.88
Tennessee State University	1890 Institution Capacity Building Grants	10.216 / 2002-38814-12722		3,314.05
Tennessee State University	1890 Institution Capacity Building Grants	10.216 / 2003-38814-13920		87,979.02
Tennessee State University	1890 Institution Capacity Building Grants	10.216 / 2003-38814-13921		82,840.63
Tennessee State University	1890 Institution Capacity Building Grants	10.216 / 2004-38814-15048		74,407.72
Tennessee State University	1890 Institution Capacity Building Grants	10.216 / 2004-38814-15049		36,756.64
Tennessee State University	1890 Institution Capacity Building Grants	10.216 / 2005-38814-16351		7,179.82
Tennessee State University	1890 Institution Capacity Building Grants	10.216 / 2005-38814-16368		7,506.00
Tennessee State University	1890 Institution Capacity Building Grants	10.216 / 2005-38814-16424		39,727.12
Tennessee State University	1890 Institution Capacity Building Grants	10.216 / 99-38814-8362		(724.42)
				466,613.11
University of Tennessee	Higher Education Challenge Grants	10.217 / R011740000	\$	(5,103.74)
University of Tennessee	Higher Education Challenge Grants	10.217 / R111017017		(14,260.15)
				(19,363.89)
University of Tennessee	Biotechnology Risk Assessment Research	10.219 / R111017004	\$	37,683.99
University of Tennessee	Biotechnology Risk Assessment Research	10.219 / R112615179		26,808.99
				64,492.98
Middle Tennessee State University	Agricultural and Rural Economic Research	10.250 / 43-3AEM-4-80097	\$	44,625.19

State of Tennessee
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For the Year Ended June 30, 2006

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Tennessee State University	Agricultural and Rural Economic Research	10.250 / 43-3AEK-5-80077		230.00
University of Tennessee	Agricultural and Rural Economic Research	10.250 / R011770002		125.06
University of Tennessee	Agricultural and Rural Economic Research	10.250 / R111216059		14,768.20
University of Tennessee	Agricultural and Rural Economic Research	10.250 / R111216072		958.03
University of Tennessee	Agricultural and Rural Economic Research	10.250 / R111216073		2,124.65
University of Tennessee	Agricultural and Rural Economic Research	10.250 / R111216074		773.81
University of Tennessee	Initiative for Future Agriculture and Food Systems	10.302 / R116515003		13,953.28
Tennessee State University	Integrated Programs	10.303 / 2003-51110-01710	\$	13,143.81
Tennessee State University	Integrated Programs	10.303 / 2004-51110-02177		263,374.71
Tennessee State University	Integrated Programs	10.303 / 2005-51130-02367		26,555.23
University of Tennessee	Integrated Programs	10.303 / R110178006		3.30
University of Tennessee	Integrated Programs	10.303 / R110178016		125,948.74
Tennessee Technological University	Forestry Research	10.652 / 00-CS-11081001-120	\$	4,405.48
University of Tennessee	Forestry Research	10.652 / R011038090		33,712.85
University of Tennessee	Forestry Research	10.652 / R011038092		51,061.35
University of Tennessee	Forestry Research	10.652 / R011086034		12,161.55
University of Tennessee	Forestry Research	10.652 / R011086079		(265.19)
University of Tennessee	Forestry Research	10.652 / R011086120		47,416.08
University of Tennessee	Forestry Research	10.652 / R112218044		(373.90)
University of Tennessee	Forestry Research	10.652 / R112218088		13.44
University of Tennessee	Forestry Research	10.652 / R112218091		(26.70)
University of Tennessee	Forestry Research	10.652 / R112218099		0.01
University of Tennessee	Forestry Research	10.652 / R112219024		(3,067.27)
University of Tennessee	Forestry Research	10.652 / R112219036		7,004.83
University of Tennessee	Forestry Research	10.652 / R112219047		16,569.39
University of Tennessee	Forestry Research	10.652 / R112219050		(2,460.77)
University of Tennessee	Forestry Research	10.652 / R112219083		95.08
University of Tennessee	Forestry Research	10.652 / R112219086		973.84
University of Tennessee	Forestry Research	10.652 / R112219087		30,456.05
University of Tennessee	Forestry Research	10.652 / R112219094		10,086.42
University of Tennessee	Forestry Research	10.652 / R112219096		17,381.12
University of Tennessee	Forestry Research	10.652 / R112219130		6,375.56
University of Tennessee	Forestry Research	10.652 / R112219135		4,041.00
University of Tennessee	Forestry Research	10.652 / R112219142		34,320.87
University of Tennessee	Forestry Research	10.652 / R112219144		2,823.35
University of Tennessee	Forestry Research	10.652 / R112219145		2,126.19
University of Tennessee	Forestry Research	10.652 / R112219146		82,166.77
University of Tennessee	Forestry Research	10.652 / R112219153		27,979.69
University of Tennessee	Forestry Research	10.652 / R112219158		4,312.44
University of Tennessee	Forestry Research	10.652 / R112219174		8,856.25
University of Memphis	Cooperative Forestry Assistance	10.664 / SRS03CA11330127217	\$	10,201.78
University of Tennessee	Cooperative Forestry Assistance	10.664 / R111017036		4,485.90
University of Tennessee	Cooperative Forestry Assistance	10.664 / R111017050		39,151.42
University of Tennessee	Cooperative Forestry Assistance	10.664 / R111017058		115,133.69
University of Tennessee	Cooperative Forestry Assistance	10.664 / R111017075		46,939.70
University of Tennessee	Cooperative Forestry Assistance	10.664 / R112219110		(644.33)
University of Tennessee	Rural Development, Forestry, and Communities	10.672 / R112219103	\$	11,619.12
University of Tennessee	Rural Development, Forestry, and Communities	10.672 / R112219107		22,366.55
University of Tennessee	Forest Stewardship Program	10.678 / R112219048	\$	404.94
University of Tennessee	Forest Stewardship Program	10.678 / R112219170		(0.14)

State of Tennessee
Schedule of Expenditures of Federal Awards
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Rural Business Enterprise Grants	10.769 / R011740009		3,588.20
University of Tennessee	National Sheep Industry Improvement Center	10.774 / R054105070	\$ 845.16	
University of Tennessee	National Sheep Industry Improvement Center	10.774 / R054105074	11,423.46	12,268.62
Tennessee State University	Scientific Cooperation and Research	10.961 / 58-3148-4-105	\$ 647.75	
University of Tennessee	Scientific Cooperation and Research	10.961 / R012580107	1,568.00	2,215.75
University of Tennessee	Cochran Fellowship Program-International Training-Foreign Participant	10.962 / R111815008	\$ 45.82	
University of Tennessee	Cochran Fellowship Program-International Training-Foreign Participant	10.962 / R111815020	4,075.00	4,120.82
University of Tennessee	USDA CSREES 90CSATN1-150-Walsh	N.A. / R111216095		20,944.57
University of Tennessee	USDA FS 04CS11083133010 - Schlarbaum	N.A. / R112219123		17,716.93
University of Tennessee	USDA FS 04DG11083150050 Cnker-Schlarbaum	N.A. / R112219129		78,549.88
University of Tennessee	USDA FS 05CR11330128204 Trends-Franzreb	N.A. / R112219186		12.27
University of Tennessee	USDA FS 05PA11083150070 Imdclprd-Grant	N.A. / R111017076		75,899.40
University of Tennessee	USDA FS Microwave Drying-Rials	N.A. / R112219098		25,843.83
University of Tennessee	USDA FS NIR Spectroscopy -Rials	N.A. / R112219097		32,202.70
University of Tennessee	USDA NRCS 683A754136 Biomass-Womac	N.A. / R111416054		239,741.87
University of Tennessee	USDA NRCS-685C162066-Ammons	N.A. / R111416021		6,890.19
University of Tennessee	USDA-05-CR-11061000-046-GRISSINO-MAYER	N.A. / R011038110		5,719.12
University of Tennessee	USDA-05-PA-11081209-040-ANDERSON	N.A. / R011007118		1,922.94
Subtotal Direct Programs			\$ 7,707,984.12	
Passed Through University of Wisconsin at Madison				
University of Tennessee	Agricultural Research_Basic and Applied Research	10.001 / R073650039	\$ 32,208.99	
Passed Through South Dakota State University				
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R110115035	\$ 49,267.37	
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R110115040	47,761.00	
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R110515005	60,694.20	157,722.57
Passed Through Southern Regional Aquaculture Center				
University of Memphis	Grants for Agricultural Research, Special Research Grants	10.200 / 2003-38500-12997	\$ 14,578.23	
University of Memphis	Grants for Agricultural Research, Special Research Grants	10.200 / 2004-38500-14387	2,532.81	
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R112219080	3.37	
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R112219095	14,738.16	31,852.57

State of Tennessee
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For the Year Ended June 30, 2006

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Passed Through University of Florida				
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R111017041	\$	(406.84)
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R111017073		9,435.02
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R112615181		51,458.11
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R112615220		2,327.47
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R112615224		7,000.00
University of Tennessee	UN of FL-Diagnostic Mthd Cmprsn- Lamour	N.A. / R111017078		10,024.00
University of Tennessee	UN of FL-Agents Thompson/Hitch (002)	N.A. / R112615164		9,569.39
Passed Through University of Georgia				
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R053505403	\$	46,478.22
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R112615138		67,713.95
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R112615169		2,993.50
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R112818023		(407.92)
Passed Through University of North Carolina				
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R112615174		(476.49)
Passed Through Virginia Polytechnic Institute and State University				
University of Tennessee	Grants for Agricultural Research, Special Research Grants	10.200 / R112615216		2,735.72
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R111017060		40,267.76
University of Tennessee	Initiative for Future Agriculture and Food Systems	10.302 / R111216030		59,804.24
University of Tennessee	Integrated Programs	10.303 / R110178010	\$	37,049.77
University of Tennessee	Integrated Programs	10.303 / R112015101		21,202.48
Passed Through Cornell University				
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R012580182		2,088.00
University of Tennessee	Integrated Programs	10.303 / R112015091		27,304.95
Passed Through Dairy Management, Incorporated				
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R112415077	\$	(1,005.05)
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R112415092		(43,136.83)

State of Tennessee
Schedule of Expenditures of Federal Awards
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Passed Through Kansas State University			
Tennessee State University	Grants for Agricultural Research_Competitive Research Grants	10.206 / 2002-35200-12221	23,574.13
Passed Through University of Delaware			
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R111416062	59,567.22
Passed Through University of Massachusetts			
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R112015092	\$ 43,222.37
University of Tennessee	Grants for Agricultural Research_Competitive Research Grants	10.206 / R112015094	40,083.27
Passed Through Quintek Measurement Systems, Incorporated			
University of Tennessee	Small Business Innovation Research	10.212 / R112219168	26,600.00
Passed Through University of Missouri			
University of Tennessee	Higher Education Challenge Grants	10.217 / R011740004	5,674.61
University of Tennessee	Initiative for Future Agriculture and Food Systems	10.302 / R112219008	5,414.45
Passed Through Mississippi State University			
Tennessee State University	Agricultural and Rural Economic Research	10.250 / 43-3AEM-1-80035	(639.21)
Passed Through University of New Hampshire			
University of Tennessee	Initiative for Future Agriculture and Food Systems	10.302 / R112615193	44,440.74
Passed Through North Carolina Agricultural and Technical State University			
Tennessee State University	Integrated Programs	10.303 / 2001-51110-11448	36,410.94
Passed Through North Carolina State University			
University of Tennessee	Integrated Programs	10.303 / R111416053	34,547.63
Passed Through Texas A&M University			
Tennessee State University	Integrated Programs	10.303 / 2004-51130-03114	15,907.71
Passed Through Fort Belknap College			
Tennessee State University	Cooperative Extension Service	10.500 / 2002-47002-01471	573.94
Passed Through Association of State and Territorial Health Nutrition Directors			
University of Tennessee	Team Nutrition Grants	10.574 / R011770012	34,818.14

State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Passed Through US Biosphere Reserve Association			
University of Tennessee	Forestry Research	10.652 / R012540144	17,750.67
Passed Through Mushroom Council			
University of Tennessee	Mushroom Council-Wst Materials-Zivanovic	N.A. / R112015100	21,038.20
Subtotal Pass-Through Programs			<u>\$ 982,788.39</u>
Subtotal Department of Agriculture			<u>\$ 8,690,772.51</u>

Department of Commerce

Direct Programs

University of Memphis	Economic Development_Technical Assistance	11.303 / 04-66-05096	\$ 95,038.49
University of Memphis	Measurement and Engineering Research and Standards	11.609 / 70NANB4H1093	\$ 5,266.11
University of Tennessee	Measurement and Engineering Research and Standards	11.609 / R011024136	1,485.71
University of Tennessee	Measurement and Engineering Research and Standards	11.609 / R011373177	6,844.00
University of Tennessee	NIST NA1341-03-W-0769 Bartmess	N.A. / R011024112	<u>16,676.62</u>
Subtotal Direct Programs			<u>125,310.93</u>

Passed Through Cornell University

University of Tennessee	ITA Special Projects	11.113 / R011317141	\$ 36,414.08
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Passed Through Cooperative Institute for Arctic Research

University of Tennessee	Office of Oceanic and Atmospheric Research (OAR) Joint and Cooperative Institutes	11.432 / R011086069	\$ 80,602.29
University of Tennessee	Office of Oceanic and Atmospheric Research (OAR) Joint and Cooperative Institutes	11.432 / R011086108	47,991.16
			<u>128,593.45</u>

Passed Through State University of New York

University of Tennessee	Center for Sponsored Coastal Ocean Research_Coastal Ocean Program	11.478 / R011015112	51,018.03
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Passed Through Research Foundation of the State University of New York

University of Tennessee	SUNY 1052021/38148 Wilhelm	N.A. / R011015115	<u>5,375.06</u>
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Subtotal Pass-Through Programs

\$ 221,400.62

Subtotal Department of Commerce

\$ 346,711.55

Department of Defense

Direct Programs

East Tennessee State University	Collaborative Research and Development	12.114 / W912HQ-06-C-0036	\$ 27,171.28
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State of Tennessee
Schedule of Expenditures of Federal Awards
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Tennessee State University	Basic and Applied Scientific Research	12.300 / DACW62-00-H-0001	\$ (185.70)
Tennessee State University	Basic and Applied Scientific Research	12.300 / N00014-02-1-1000	53,500.00
Tennessee State University	Basic and Applied Scientific Research	12.300 / N00014-98-1-0754	(2,500.00)
Tennessee State University	Basic and Applied Scientific Research	12.300 / N00014-99-1-0968	981.18
Tennessee Technological University	Basic and Applied Scientific Research	12.300 / N00014-05-1-0203	152,924.82
University of Memphis	Basic and Applied Scientific Research	12.300 / N00014-05-1-0446	140,721.85
University of Memphis	Basic and Applied Scientific Research	12.300 / N00014-06-1-0532	328.17
University of Tennessee	Basic and Applied Scientific Research	12.300 / R011065124	70,815.83
University of Tennessee	Basic and Applied Scientific Research	12.300 / R011373072	56,626.95
University of Tennessee	Basic and Applied Scientific Research	12.300 / R011436021	109,029.94
University of Tennessee	Basic and Applied Scientific Research	12.300 / R012580169	90,324.16
University of Tennessee	Basic and Applied Scientific Research	12.300 / R073035059	(1,033.12)
University of Tennessee	Basic and Applied Scientific Research	12.300 / R073621142	20,398.29
			691,932.37
East Tennessee State University	Military Medical Research and Development	12.420 / W81XWH-04-1-0035	\$ 15,861.54
East Tennessee State University	Military Medical Research and Development	12.420 / W81XWH-05-2-0034	89,233.51
Tennessee State University	Military Medical Research and Development	12.420 / W81XWH-06-1-0425	30,773.22
University of Tennessee	Military Medical Research and Development	12.420 / R073286038	49,450.35
			185,318.62
Tennessee State University	Basic Scientific Research	12.431 / DAAD19-01-1-0740	\$ 31,307.39
Tennessee State University	Basic Scientific Research	12.431 / W911NF-04-2-0049	331,724.05
Tennessee Technological University	Basic Scientific Research	12.431 / 50409-CH-DPS	8,951.26
University of Memphis	Basic Scientific Research	12.431 / W911NF-05-1-0307	98,068.72
University of Memphis	Basic Scientific Research	12.431 / W911NF-05-2-0019	868,942.20
University of Tennessee	Basic Scientific Research	12.431 / R011318065	31,608.87
University of Tennessee	Basic Scientific Research	12.431 / R011322121	182,185.44
University of Tennessee	Basic Scientific Research	12.431 / R024340021	(3,151.94)
University of Tennessee	Basic, Applied, and Advanced Research in Science and Engineering	12.630 / R112219179	3,247.48
University of Tennessee	Air Force Defense Research Sciences Program	12.800 / R011033117	\$ (3.51)
University of Tennessee	Air Force Defense Research Sciences Program	12.800 / R011318069	4,456.36
University of Tennessee	Air Force Defense Research Sciences Program	12.800 / R024325022	121,812.92
University of Tennessee	Air Force Defense Research Sciences Program	12.800 / R024340022	54,099.64
University of Tennessee	Air Force Defense Research Sciences Program	12.800 / R024357096	4.11
			180,369.52
Middle Tennessee State University	Mathematical Sciences Grants Program	12.901 / H98230-04-1-0107	\$ 660.99
Middle Tennessee State University	Mathematical Sciences Grants Program	12.901 / H98230-05-1-0304	12,780.36
Middle Tennessee State University	Mathematical Sciences Grants Program	12.901 / H98230-06-1-0045; R1-06-0	12,518.00
			25,959.35
University of Memphis	Research and Technology Development	12.910 / F33615-01-C-1900	\$ 86.68
University of Tennessee	Research and Technology Development	12.910 / R011065134	54,856.78
			54,943.46
Tennessee Technological University	Efficient Modeling and Simulation of Lithium-ion Batteries for Satellite Applications in an Automated Environment	N.A. / NRO000-06-C-0093	172,137.29
University of Tennessee	AF F40600-00-D-0001/0026 Schulz	N.A. / R024335021	71,676.98
University of Tennessee	AF F40600-00-D-0001/0027 Kimble	N.A. / R024327025	98,568.10
University of Tennessee	AF F40600-00-D-0001/0028 Kimberlin	N.A. / R024326024	4,136.73

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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
University of Tennessee	AF F40600-00-D-0001-0001/0030 Bomar	N.A. / R024312028	18,654.14
University of Tennessee	AF F40600-00-D-0001-0001/0031 Allison	N.A. / R024036020	75,422.60
University of Tennessee	AF F40600-00-D-0001-0019 Flandro	N.A. / R024320020	45,647.34
University of Tennessee	AF-F40600-00-D-0001-0015-Baker	N.A. / R024331005	292,595.41
University of Tennessee	Army CERL CESU Vehicle Tracking- Ayers	N.A. / R111416072	2,562.50
University of Tennessee	Army Corps-Grassland Birds	N.A. / R112218076	114,680.71
University of Tennessee	ARMY DAAD19-02-1-0427	N.A. / R024340020	55,532.85
University of Tennessee	Army DACA420320002-Vehicle Impcs-Ayers	N.A. / R111416027	130,389.31
University of Tennessee	Army DAMD17-03-1-0141	N.A. / R073621114	105,650.80
University of Tennessee	Army Grant DAMD17-01-1-0830	N.A. / R073621082	4,795.58
University of Tennessee	Army Grant W81XWH-0410156	N.A. / R073380025	139,675.18
University of Tennessee	Army W81XHW-05-1-0227	N.A. / R073252128	475,458.87
University of Tennessee	Army W81XWH05C0017 Saylor	N.A. / R180103001	834,832.64
University of Tennessee	Army W81XWH0610471 Sand Flies- Moulton	N.A. / R111017093	11,361.63
University of Tennessee	Army W912HZ-05-P-0086 Perfect	N.A. / R012580165	53,939.54
University of Tennessee	Army-Helicptr Orient-Stellar	N.A. / R024354042	5,643.39
University of Tennessee	Arnold Eng Dev Ctr-Microstegium- Mueller	N.A. / R112615192	823.95
University of Tennessee	Darpa-HR0011-04-1-0038-Ferrell	N.A. / R011065105	2,781.97
University of Tennessee	Navy N00014-04-1-0797 - QI	N.A. / R011344149	857.40
University of Tennessee	NSACSS-H98230-05-1-0043-Xiong	N.A. / R011053113	13,690.83
University of Tennessee	ONR #SP010302D0014 Coranet- Weiss	N.A. / R112015082	7,162.33
University of Tennessee	ONR SP0302D0014 Cheese Sprd- Zivanovic	N.A. / R112015093	23,802.64
University of Tennessee	US Dept of Army-W31P4Q-04-P- R098-Freeman	N.A. / R011373161	34,126.60
Subtotal Direct Programs			\$ 5,515,185.38
Passed Through Battelle Memorial Institute			
University of Memphis	Basic and Applied Scientific Research	12.300 / TCN 04157	\$ 122,991.28
University of Memphis	Basic Scientific Research	12.431 / TCN 04172 MOD 3	43,581.91
Passed Through College of William and Mary			
University of Tennessee	Basic and Applied Scientific Research	12.300 / R011065129	55,667.20
Passed Through Florida Institute of Technology			
University of Tennessee	Basic and Applied Scientific Research	12.300 / R011033139	10,768.61
Passed Through Intelligent Automation, Incorporated			
University of Tennessee	Basic and Applied Scientific Research	12.300 / R011344162	1,359.64
University of Tennessee	Intelligent Automation Inc 468-1 QI	N.A. / R011344196	5,418.83
Passed Through University of Illinois			
University of Tennessee	Basic and Applied Scientific Research	12.300 / R011344154	588.31
Passed Through University of Minnesota			
University of Tennessee	Basic and Applied Scientific Research	12.300 / R112015090	18,787.02

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Passed Through University of Virginia			
University of Tennessee	Basic and Applied Scientific Research	12.300 / R011318035	(1,409.73)
University of Tennessee	Univ of VA-Terahertz Sensing-Stewart	N.A. / R112615131	44,063.48
Passed Through University of Connecticut			
University of Tennessee	Military Medical Research and Development	12.420 / R011344152	\$ (7,651.73)
University of Tennessee	Military Medical Research and Development	12.420 / R011344201	6,693.20 (958.53)
Passed Through University of Michigan			
East Tennessee State University	Military Medical Research and Development	12.420 / F009464	36,230.91
University of Tennessee	Univ of Michigan-F011659-Abidi	N.A. / R011344151	846,250.47
Passed Through University of Nebraska			
University of Memphis	Military Medical Research and Development	12.420 / 35-1905-2016-003	204,642.73
Passed Through Mississippi State University			
University of Tennessee	Basic Scientific Research	12.431 / R041303003	17,967.93
University of Tennessee	MSU PET2-CE002 YR2-Moore	N.A. / R011033039	660,538.07
Passed Through University of Massachusetts			
University of Tennessee	Basic Scientific Research	12.431 / R011024130	101,296.37
University of Tennessee	Univ of Mass 04-002656 B00 Mays	N.A. / R011025120	7,621.88
Passed Through Radiance Technologies, Incorporated			
University of Tennessee	Air Force Defense Research Sciences Program	12.800 / R041303026	43,859.73
Passed Through Texas Tech University			
University of Tennessee	Air Force Defense Research Sciences Program	12.800 / R011373082	2,634.43
Passed Through Washington State University			
University of Tennessee	Air Force Defense Research Sciences Program	12.800 / R011344153	14,065.75
Passed Through General Dynamics Advanced Information Solutions, Incorporated			
University of Tennessee	Research and Technology Development	12.910 / R041303025	18,185.46
Passed Through Academy of Applied Science			
Tennessee State University	Research and Engineering Apprentice Program	N.A. / DAAH04-93-G-0163	4,893.14
Passed Through Aerospace Testing Alliance			
University of Tennessee	ATA ATA-04-054 Bomar	N.A. / R024312023	5,070.71
University of Tennessee	ATA ATA-04-082 Bomar	N.A. / R024312024	4,871.67

State of Tennessee
Schedule of Expenditures of Federal Awards
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
University of Tennessee	ATA ATA-05-026 Bomar	N.A. / R024312025	10,488.00
University of Tennessee	ATA ATA-05-046 M Smith	N.A. / R024338021	20,608.18
University of Tennessee	ATA ATA 05-06 Karen Norton	N.A. / R024006030	5,676.35
University of Tennessee	ATA ATA 05-18 Goodman	N.A. / R024395025	17,256.15
University of Tennessee	ATA ATA-05-40 Goodman	N.A. / R024395026	164.52
University of Tennessee	ATA ATA-05-63 Bomar	N.A. / R024312026	5,397.25
University of Tennessee	ATA ATA-05-85 Jesse Labello	N.A. / R024380020	2,715.09
University of Tennessee	ATA ATA-05-86 Darrell Paul	N.A. / R024380021	2,511.21
University of Tennessee	ATA ATA-06-10 Jesse Labello	N.A. / R024380022	24,374.29
University of Tennessee	ATA ATA-06-11 Darrell Paul	N.A. / R024380023	21,611.55
University of Tennessee	ATA ATA-06-39 Goodman	N.A. / R024395028	50,268.11
University of Tennessee	ATA ATA-06-48 Bomar	N.A. / R024312027	13,235.07
University of Tennessee	ATA ATA-06-57 Bomar	N.A. / R024312030	3,983.72
University of Tennessee	ATA ATA-06-66 Goodman	N.A. / R024395029	3,347.15
Passed Through American Ordnance, Limited Liability Company			
University of Memphis	Rare Mammal Survey 2003-2004	N.A. / J030624	778.48
University of Memphis	Aerial Survey of White-Tailed Deer	N.A. / P50273	42,195.46
Passed Through Applied Research Associates, Incorporated			
Tennessee State University	Visual-Servo Control of a Semi-Autonomous Robotic Manipulator for Remediation of UXO	N.A. / F08637-03-C-6006	47,340.21
Passed Through BWXT Y-12, Limited Liability Company			
Tennessee State University	Technical Support to the Minority Educational Institutions Technology Partnership	N.A. / DE-AC05-00OR22800-1	288.70
Passed Through Carnegie Mellon University			
University of Memphis	Department of Defense Content Object Repository Discovery and Registration Architecture	N.A. / N4175601D7456	55,579.53
Passed Through CFD Research			
University of Tennessee	CFD RES PO #05-229 Chen YL Ann	N.A. / R024313020	25,000.00
University of Tennessee	CFD RES SUBC #02-026 J.Z. Wu	N.A. / R024345020	5,304.22
Passed Through EOIR Technologies, Incorporated			
University of Memphis	Experiments in Perception Laboratory	N.A. / G6005725	21,599.12
University of Memphis	Multispectral Imager Modeling Support	N.A. / G6004744	7,509.01
University of Memphis	Multispectral Imager Modeling Support	N.A. / G600575201	139,086.39
University of Memphis	Performance Modeling of Sensors with IP Enhancements	N.A. / G6006770	81,953.01
Passed Through Flexial Welded Bellows			
Tennessee Technological University	Titanium Welded Bellows - Phase II	N.A. / P.O. 4963	170,527.66
Passed Through GaN Corporation			
University of Memphis	DT Test Support	N.A. / W9124Q06C0137	5,185.68

**State of Tennessee
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For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Passed Through General Atomics			
University of Tennessee	Gen Atomics PO#SC JL422600 Moeller	N.A. / R024348020	558,682.81
University of Tennessee	Gen Atomics PO#SC DG527701	N.A. / R024348022	158,486.53
Passed Through Greystone Medical Group, Incorporated			
University of Tennessee	Greystone Med Group Sub DOD- ONR	N.A. / R073621153	408,401.42
University of Tennessee	Greystone Subcont W31P4Q05CR165	N.A. / R073621167	148,042.45
Passed Through Orbital Technologies Corporation			
University of Tennessee	ORBITEC OTC-GS-0175-1	N.A. / R024347022	39,296.61
Passed Through Strategic Systems Programs			
Tennessee State University	Prototype Portable Heater System for Launch Maintenance	N.A. / N00030-02-M-0619	315.15
Passed Through T/J Technologies, Incorporated			
Tennessee Technological University	Ionic/Electronic Conductivity and Durability of LiFePO4 as Cathode in Li-ion batteries	N.A. / A40X	61,021.40
Passed Through Universal Technology Corporation			
Tennessee State University	Center for Applied Research in Manufacturing	N.A. / F33615-01-D-5801	39,212.79
Tennessee State University	Eddy Current Modeling of Complex Features Using Neural Computing	N.A. / F33615-03-D-5204	539.84
Tennessee State University	Multi-Mode UVA Sensor Technologies (Multi-MUST)	N.A. / FA8650-05-D-1912	1,106.08
Passed Through Vanderbilt University			
University of Tennessee	Vanderbilt Univ Sub#17529-S6 Hofmeister	N.A. / R024411023	6,826.81
Subtotal Pass-Through Programs			\$ 4,474,903.27
Subtotal Department of Defense			\$ 9,990,088.65
Department of Housing and Urban Development			
Passed Through Community Development Corporation of Northeast Tennessee			
East Tennessee State University	Rural Housing and Economic Development	14.250 RH-00-TN-1-0053	\$ 40,403.45
Subtotal Department of Housing and Urban Development			\$ 40,403.45
Department of the Interior			
Direct Programs			
Tennessee Technological University	Fish and Wildlife Management Assistance	15.608 / 401814J026	\$ 8,132.18
Tennessee Technological University	Fish and Wildlife Management Assistance	15.608 / 98210-5-g270	5,016.85

State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Tennessee Technological University	Fish and Wildlife Management Assistance	15.608 / H5530030031 / 0004	51,951.02	
Tennessee Technological University	Fish and Wildlife Management Assistance	15.608 / J2116 03 0003 Mod. 3	9,059.66	
University of Tennessee	Fish and Wildlife Management Assistance	15.608 / R112218067	(0.41)	\$ 74,159.30
Tennessee Technological University	Cooperative Endangered Species Conservation Fund	15.615 / 401813J018	23,811.72	
University of Tennessee	Partners for Fish and Wildlife	15.631 / R112219188	2,038.44	
Tennessee Technological University	Conservation Grants Private Stewardship for Imperiled Species	15.632 / 401814J038	\$ 4,863.38	
Tennessee Technological University	Conservation Grants Private Stewardship for Imperiled Species	15.632 / 401815J008	39,223.73	
University of Tennessee	Conservation Grants Private Stewardship for Imperiled Species	15.632 / R112219157	46,312.57	
Tennessee Technological University	Migratory Bird Joint Ventures	15.637 / 401815J015	16,378.01	
University of Tennessee	Migratory Bird Conservation	15.647 / R112219183	33,040.61	
University of Tennessee	Assistance to State Water Resources Research Institutes	15.805 / R012550092	\$ 89,477.57	
University of Tennessee	Assistance to State Water Resources Research Institutes	15.805 / R012550102	34,874.94	
University of Memphis	Earthquake Hazards Reduction Program	15.807 / 00HQGR0008 MOD 10	\$ 11,388.64	
University of Memphis	Earthquake Hazards Reduction Program	15.807 / 03HQGR0064 MOD 03	7,533.13	
University of Memphis	Earthquake Hazards Reduction Program	15.807 / 04HQAG0009 MOD 05	510,704.29	
University of Memphis	Earthquake Hazards Reduction Program	15.807 / 04HQGR0019 MOD 2	21,408.49	
University of Memphis	Earthquake Hazards Reduction Program	15.807 / 04HQGR0093	(262.31)	
University of Memphis	Earthquake Hazards Reduction Program	15.807 / 05HQGR0042	13,974.12	
University of Memphis	Earthquake Hazards Reduction Program	15.807 / 05HQGR0043	33,365.65	
University of Memphis	Earthquake Hazards Reduction Program	15.807 / 06HQGR0039	6,418.68	
University of Memphis	Earthquake Hazards Reduction Program	15.807 / 06HQGR0040	7,982.92	
University of Memphis	Earthquake Hazards Reduction Program	15.807 / 06HQGR0048	23,068.10	
University of Memphis	Earthquake Hazards Reduction Program	15.807 / 06HQGR0049	6,048.31	
University of Memphis	Earthquake Hazards Reduction Program	15.807 / 06HQGR0137	5,139.91	
University of Memphis	Earthquake Hazards Reduction Program	15.807 / 06HQGR0146	4,362.19	
Tennessee Technological University	U.S. Geological Survey_Research and Data Collection	15.808 / WO#43	\$ 7,917.19	
Tennessee Technological University	U.S. Geological Survey_Research and Data Collection	15.808 / WO#45	59,870.43	
Tennessee Technological University	U.S. Geological Survey_Research and Data Collection	15.808 / WO#47	19,558.19	
Tennessee Technological University	U.S. Geological Survey_Research and Data Collection	15.808 / WO#52	16,313.67	
Tennessee Technological University	U.S. Geological Survey_Research and Data Collection	15.808 / WO#59	18,665.50	
Tennessee Technological University	U.S. Geological Survey_Research and Data Collection	15.808 / WO#60	395.60	
Tennessee Technological University	U.S. Geological Survey_Research and Data Collection	15.808 / WO#61	2,220.17	

State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
University of Tennessee	U.S. Geological Survey_Research and Data Collection	15.808 / R011086033	22,731.78
University of Tennessee	U.S. Geological Survey_Research and Data Collection	15.808 / R011086123	82,469.79
University of Tennessee	U.S. Geological Survey_Research and Data Collection	15.808 / R011086134	58,539.95
University of Tennessee	U.S. Geological Survey_Research and Data Collection	15.808 / R041011001	94,543.12
University of Tennessee	U.S. Geological Survey_Research and Data Collection	15.808 / R112219059	0.13
University of Tennessee	U.S. Geological Survey_Research and Data Collection	15.808 / R112615205	19,615.38
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Tennessee Technological University	National Cooperative Geologic Mapping Program	15.810 / 05HQAG0035	\$ 3,599.55
University of Tennessee	National Cooperative Geologic Mapping Program	15.810 / R013312007	35,881.05
University of Tennessee	National Cooperative Geologic Mapping Program	15.810 / R013312009	6,687.26
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Tennessee Technological University	Cooperative Research Units Program	15.812 / WO#53	\$ 19,800.88
Tennessee Technological University	Cooperative Research Units Program	15.812 / WO#56	29,173.75
Tennessee Technological University	Cooperative Research Units Program	15.812 / WO#57	3,802.07
Tennessee Technological University	Cooperative Research Units Program	15.812 / WO#58	8,609.83
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University of Memphis	Technical Preservation Services	15.915 / H2113030400	\$ 16,088.65
University of Tennessee	Technical Preservation Services	15.915 / R041076063	6,159.34
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Tennessee Technological University	Outdoor Recreation_Acquisition, Development and Planning	15.916 / H5000050330/J5130050018	\$ 541.37
Tennessee Technological University	Outdoor Recreation_Acquisition, Development and Planning	15.916 / H5460030070	2,286.58
University of Tennessee	Outdoor Recreation_Acquisition, Development and Planning	15.916 / R011086020	3,035.05
University of Tennessee	Outdoor Recreation_Acquisition, Development and Planning	15.916 / R011334036	32,284.91
University of Tennessee	Outdoor Recreation_Acquisition, Development and Planning	15.916 / R011334133	52,916.47
University of Tennessee	Outdoor Recreation_Acquisition, Development and Planning	15.916 / R112218093	2,628.18
University of Tennessee	Outdoor Recreation_Acquisition, Development and Planning	15.916 / R112219076	(0.06)
University of Tennessee	Outdoor Recreation_Acquisition, Development and Planning	15.916 / R112219124	70,681.62
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Austin Peay State University	American Battlefield Protection	15.926 / Order No. H5028030006	\$ 4,453.78
Tennessee Technological University	American Battlefield Protection	15.926 / H5500 02 0483	53,377.97
Middle Tennessee State University	Cliffline Archeological Survey Project	N.A. / J5130030004	4,785.34
Middle Tennessee State University	Fish Inventory at Stones River National Battlefield	N.A. / H5000030300	4,617.59
Middle Tennessee State University	YAM Eradication and Site Restoration	N.A. / PO#J5590040040	3,684.61
University of Tennessee	NPS CESU J2340060005 Advisor-Schlarbaum	N.A. / R112219192	21,803.56
University of Tennessee	NPS H5000045040 Strm Restoration-Hopper	N.A. / R112219162	4,466.46
University of Tennessee	NPS H500099A007 Landmarks 2003-Hopper	N.A. / R112219072	4,667.97
University of Tennessee	NPS H500099A007 Rock Climbing-Hodges	N.A. / R112219068	77.39
University of Tennessee	NPS H500099A007 Vertebrate Inv-Hopper	N.A. / R112219065	40,783.57

State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
University of Tennessee	NPS H5530040057 Restoration-Schlarbaum	N.A. / R112219152	64,721.47
University of Tennessee	NPS Hemlock Woolly J5461030461-Bernard	N.A. / R111017037	77,125.97
University of Tennessee	NPS Horseshoe Bend Keller	N.A. / R041011007	5.97
University of Tennessee	NPS J5040050020 River Habitat Map-Ayers	N.A. / R111416067	6,500.00
University of Tennessee	NPS J5130050009-Driskell	N.A. / R011005104	1,782.44
University of Tennessee	NPS J5536030315-Mod 14-Clark	N.A. / R112219031	1,163.04
University of Tennessee	NPS River Habitat Mapping #2-Ayers	N.A. / R111416068	10,894.74
University of Tennessee	NPS USDI - 04100307 - Gross	N.A. / R011086109	42,701.41
University of Tennessee	NPS-BISO Duck Shoals-Driskell	N.A. / R011007102	1,719.17
University of Tennessee	NPS-J513005002-Driskell	N.A. / R011007108	39,115.65
University of Tennessee	NPS-J5565050023-Driskell	N.A. / R011007107	6,672.22
University of Tennessee	USDI-401814J002 CESU Support-Hopper	N.A. / R112219128	5,903.23
University of Tennessee	USDI-NPS J5890030349 Shiloh-Sherwood	N.A. / R011007075	70,682.66
University of Tennessee	USDI-NPS-41310-5-M002-Near	N.A. / R011086117	5,031.78
University of Tennessee	USDI-NPS-J5230030401 AOA Cuga-Driskell	N.A. / R011005095	2,749.08
University of Tennessee	USDI-NPS-J5230030402 Earthworks Cuga-Dri	N.A. / R011005094	1,443.74
University of Tennessee	USDI-NSP-Campground T&E-Boake	N.A. / R011086121	3,862.56
University of Tennessee	USF&W 301814G084 Big Oak Nat'l-Buehler	N.A. / R112219143	20,310.85
University of Tennessee	USF&W Waterbird/Food Rspns KY Rsrvr-Gray	N.A. / R112219197	2,201.45
University of Tennessee	USF&W Wintering Waterfowl-Gray	N.A. / R112219196	384.22
Subtotal Direct Programs			\$ 2,220,019.68
Passed Through Mississippi State University			
University of Tennessee	Fish and Wildlife Management Assistance	15.608 / R112219156	\$ 682.69
Passed Through Southern Appalachian Man and Biosphere			
University of Tennessee	U.S. Geological Survey_Research and Data Collection	15.808 / R012540087	373,843.37
Passed Through University of Florida			
University of Tennessee	U.S. Geological Survey_Research and Data Collection	15.808 / R011086137	5,678.55
Passed Through The Nature Conservancy			
University of Tennessee	Nature Conserv VA022305B-Grissino-Mayer	N.A. / R011038103	2,335.11
Subtotal Pass-Through Programs			\$ 382,539.72
Subtotal Department of the Interior			\$ 2,602,559.40
Department of Justice			
Direct Programs			
University of Memphis	Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580 / 2006-DD-BX-0222	\$ 10,411.62

**State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
University of Tennessee	Motor Vehicle Theft Protection Act Program	16.597 / R131015010	599,234.56
University of Memphis	Community Prosecution and Project Safe Neighborhoods	16.609 / 2003-GP-CX-0112	13,254.94
Tennessee Technological University	Public Safety Partnership and Community Policing Grants	16.710 / W911NF-05-1-0468	15,000.00
University of Tennessee	Computer and Information Science and Engineering	N.A. / R011344126	360,670.74
University of Tennessee	FBI J-FBI-03-240 Jantz	N.A. / R011007083	8,218.23
University of Tennessee	US DOJ 2003-IJ-CX-K106 Herrmann	N.A. / R011007085	7,251.98
Subtotal Direct Programs			\$ 1,014,042.07

Passed Through University of Arizona

University of Tennessee	National Institute of Justice Research, Evaluation, and Development Project Grants	16.560 / R011007115	\$ 8,031.66
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Passed Through Shelby County Government

University of Memphis	Community Prosecution and Project Safe Neighborhoods	16.609 / SCG13390	40,979.01
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Subtotal Pass-Through Programs

\$ 49,010.67

Subtotal Department of Justice

\$ 1,063,052.74

Department of Labor

Direct Programs

University of Tennessee	Labor Force Statistics	17.002 / R011404036	\$ 858,965.08
University of Tennessee	US Dept of Labor J-9-F-2-0016	N.A. / R011404033	214,417.56

Subtotal Direct Programs

\$ 1,073,382.64

Passed Through Arc of Tennessee

University of Tennessee	Disability Employment Policy Development	17.720 / R011250005	\$ 6,523.85
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Subtotal Pass-Through Programs

\$ 6,523.85

Subtotal Department of Labor

\$ 1,079,906.49

Department of State

Passed Through The Civil Engineering Research Foundation

University of Memphis	Pakistan US Cooperative Research Program	N.A. / Mohammad Fuzail Jadoon	\$ (11,290.62)
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Subtotal Department of State

\$ (11,290.62)

Department of Transportation

Direct Programs

Tennessee Technological University	Highway Research and Development Program	20.200 / DTFH61-06-H-00012	\$ 43,775.91
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State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Highway Research and Development Program	20.200 / R024410020	262,075.58	
University of Tennessee	Highway Research and Development Program	20.200 / R024410022	39,471.04	\$ 345,322.53
University of Memphis	University Transportation Centers Program	20.701 / DTRT06G0042	\$ 2,611.22	
University of Tennessee	University Transportation Centers Program	20.701 / R012515096	855,141.08	857,752.30
University of Tennessee	FAA-2004-Baker	N.A. / R011373154		30,334.75
University of Tennessee	FHWA-Black Bears Coastal Plain-van Manen	N.A. / R112219139		21,967.03
University of Tennessee	US Dept of Transp-DTRS57-05-P-800Purucke	N.A. / R011086111		35,788.97
Subtotal Direct Programs			\$ 1,291,165.58	
Passed Through City of Knoxville				
University of Tennessee	Recreational Trails Program	20.219 / R011007100	\$	6,200.79
Passed Through Military Traffic Management Command				
University of Tennessee	MTMC-DABJ01-03-P-1332 P0002 Cooper	N.A. / R012517089		76,784.47
Passed Through National Transportation Research Center, Incorporated				
University of Tennessee	NTRC-Task 2003A-Urbanik	N.A. / R012517095		8,121.55
Passed Through SDDC Contracting Center				
University of Tennessee	SDDC-W81GYE-05-P-0131	N.A. / R011313009		64,331.92
Subtotal Pass-Through Programs			\$ 155,438.73	
Subtotal Department of Transportation			\$ 1,446,604.31	
General Services Administration				
Direct Programs				
University of Tennessee	Federal Citizen Information Center	39.009 / R012531176	\$	2,420.00
Subtotal General Services Administration			\$ 2,420.00	
National Aeronautics and Space Administration				
Direct Programs				
East Tennessee State University	Aerospace Education Services Program	43.001 / NAG5-13079	\$	89,954.42
East Tennessee State University	Aerospace Education Services Program	43.001 / NAG5-13793		340.00
East Tennessee State University	Aerospace Education Services Program	43.001 / NNG05GE19G		4,755.22
Tennessee State University	Aerospace Education Services Program	43.001 / NNM05AA13G		47,227.60
University of Memphis	Aerospace Education Services Program	43.001 / NNG04GF00G		34,655.79
University of Memphis	Aerospace Education Services Program	43.001 / NNG05GE68G	6,531.21	\$ 183,464.24

State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Tennessee State University	Technology Transfer	43.002 / NAG3-2471	\$	(258.00)
Tennessee State University	Technology Transfer	43.002 / NAG3-2577		870,902.12
Tennessee State University	Technology Transfer	43.002 / NCC5-511		123,032.63
Tennessee State University	Technology Transfer	43.002 / NNC05GA72G		704,716.32
Tennessee State University	Technology Transfer	43.002 / NNG04GC41A		441.33
Tennessee Technological University	Technology Transfer	43.002 / NGT8 52928		12,024.95
Tennessee Technological University	Technology Transfer	43.002 / NNM04AB13C		163,716.97
Middle Tennessee State University	SATS Aero Flight Education Reserch Safer Ini	N.A. / NCC1-03032		22,130.52
Tennessee State University	Minority Institute Sabbatical Program	N.A. / NNA05CS99G		58,361.41
University of Tennessee	JPL 1241129 Moersch	N.A. / R011042097		4,522.68
University of Tennessee	JPL 1245979 Moersch	N.A. / R011042104		64,927.60
University of Tennessee	JPL 1268932 Blalock	N.A. / R011344164		43,393.69
University of Tennessee	JPL 1273396 Joy	N.A. / R011318061		10,431.30
University of Tennessee	JPL 1280645 Blalock	N.A. / R011344198		17,865.52
University of Tennessee	JPL 1282418 Moersch	N.A. / R011042139		10,926.09
University of Tennessee	JPL Moersch	N.A. / R011042100		187,593.53
University of Tennessee	NASA NAG5-12477 Townsend	N.A. / R011382075		78,058.53
University of Tennessee	NASA NAG5-12896 McSween	N.A. / R011042106		96,098.13
University of Tennessee	NASA NAG8-1826 Bunick	N.A. / R012813097		125,230.33
University of Tennessee	NASA NAG8-1901 Townsend	N.A. / R011382082		519,592.60
University of Tennessee	NASA NAG9-1080 Saylor	N.A. / R012580052		3,161.36
University of Tennessee	NASA NAG9-1424	N.A. / R012580105		163,267.04
University of Tennessee	NASA NGT8-52920 Townsend	N.A. / R011382070		267.00
University of Tennessee	NASA NNA05CV29H McSween	N.A. / R011042137		21,480.91
University of Tennessee	NASA NNC05GA18G Kihm	N.A. / R011373173		77,074.00
University of Tennessee	NASA NNG05GF70G McSween	N.A. / R011042128		25,000.00
University of Tennessee	NASA NNG05GG03G Taylor	N.A. / R011042126		105,075.29
University of Tennessee	NASA NNG05GG41G Taylor	N.A. / R011042127		47,322.75
University of Tennessee	NASA NNG06GB44G Islam	N.A. / R011344195		74,224.37
University of Tennessee	NASA NNG06GG36G McSween	N.A. / R011042143		14,686.95
University of Tennessee	NASA NNJ05HE32G Taylor	N.A. / R011042133		189,638.94
University of Tennessee	NASA NNK05EE83H Saylor	N.A. / R012580179		24,154.91
University of Tennessee	NASA NNM04AA19A Liaw	N.A. / R011318049		66,114.75
University of Tennessee	NASA NNM05AA17G Lyne	N.A. / R011373171		21,718.65
University of Tennessee	NASA-MSFC NNM04AA53G Flandro	N.A. / R024320022		23,840.47
University of Tennessee	NASA-MSFC NNM04AF94P Antar	N.A. / R024311022		1,338.46
University of Tennessee	NASA-NNJ04HF02A-Saylor	N.A. / R012580154		421,614.46
Subtotal Direct Programs			\$	4,577,152.80
Passed Through American Society for Engineering Education				
Tennessee State University	Aerospace Education Services Program	43.001 / NCC5-612	\$	50.00
Passed Through BAE Systems				
University of Tennessee	Aerospace Education Services Program	43.001 / R011344175		82,857.13
University of Tennessee	BAE Systems-Blalock	N.A. / R011344180		74,041.01
Passed Through California Institute of Technology Jet Propulsion Laboratory				
East Tennessee State University	Aerospace Education Services Program	43.001 / 1263924	\$	32,324.34
East Tennessee State University	Aerospace Education Services Program	43.001 / 1265401		8,602.38
Tennessee State University	Visual Telerobotic Task Planning of Cooperative Robots	N.A. / 10344AD0-C9		32,812.97

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Passed Through Smithsonian Astrophysical Observatory				
East Tennessee State University	Aerospace Education Services Program	43.001 / GO4-5103A		9,028.38
Passed Through University of New Orleans Research and Technology Foundation				
Tennessee Technological University	Aerospace Education Services Program	43.001 / 58404-S4	\$ 541.10	
Tennessee Technological University	Aerospace Education Services Program	43.001 / 58404-S5	30,796.99	31,338.09
Tennessee Technological University	Technology Transfer	43.002 / 58404-S / NCC8-233		438.10
Passed Through Vanderbilt University				
Austin Peay State University	Aerospace Education Services Program	43.001 / 18184-S1	\$ 16,738.03	
Tennessee Technological University	Aerospace Education Services Program	43.001 / 15766-S9	8,498.58	25,236.61
Middle Tennessee State University	Tennessee Space Grant College Fellow Program	N.A. / 18184-S4		6,170.34
Middle Tennessee State University	Reason Can NASA EOS Higher-Education Alliance: Mobilization of NASA EOS Data & Information through Web Services & Knowledge	N.A. / NNG04GE6/A		2,364.42
Tennessee Technological University	Tennessee Space Grant Consortium	N.A. / 18184-S7-1		16,299.99
University of Memphis	Simulation and Prediction of Magnetic Positive Positioning of LOX in Reduced Gravity	N.A. / 18184-S8 Amend 1		2,500.00
University of Tennessee	Vanderbilt Univ 18184-S10 Taylor	N.A. / R011042136		119,176.59
University of Tennessee	Vanderbilt Univ 18184-S11 Pujol	N.A. / R024349020		89,749.17
University of Tennessee	Vanderbilt University-Panella	N.A. / R105210087		1,775.99
Passed Through Cornell University				
University of Tennessee	Technology Transfer	43.002 / R011042073		43,228.30
Passed Through Regents of the University of California, Los Angeles				
University of Tennessee	Technology Transfer	43.002 / R011042119	\$ (8,201.90)	
University of Tennessee	Technology Transfer	43.002 / R011042130	35,066.06	26,864.16
Passed Through Texas A&M University				
Tennessee Technological University	Technology Transfer	43.002 / NAG3-2817		10,000.00
Passed Through Arizona State University				
University of Tennessee	Arizona State 01-082 McSween	N.A. / R011042090		84,217.18
Passed Through Boston University				
University of Tennessee	Boston Univ-Lunar Orbiter-Townsend	N.A. / R011382108		43,275.25
Passed Through Colorado School of Mines				
University of Tennessee	Colorado Sch of Mines-Taylor	N.A. / R011042134		58,177.41
University of Tennessee	Colorado Sch of Mines-Taylor	N.A. / R011042135		224,490.22
Passed Through Georgia Institute of Technology				
University of Tennessee	GA Tech-Silicon Germ-Blalock	N.A. / R011344167		147,472.68

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Passed Through Indiana University				
University of Tennessee	Indiana University-Pfiffner	N.A. / R012580149		238,047.01
Passed Through Luna Innovations, Incorporated				
University of Tennessee	Luna 1278-NAS-2S/UT Sepaniak	N.A. / R011025128		2,607.53
Passed Through San Francisco State University				
Tennessee State University	N2k-A Search for Short-Period Planets Orbiting Metal-Rich Stars	N.A. / NNG05G164G		20,000.00
Passed Through Science Systems and Applications, Incorporated				
University of Tennessee	SSAI-NASA LBA/ECO-Alvic	N.A. / R012539100		108,937.76
Passed Through Search for Extraterrestrial Intelligence Institute				
University of Tennessee	SETI Institute-Limits of Life-Moersch	N.A. / R011042110		15,522.70
Subtotal Pass-Through Programs			\$	<u>1,557,605.71</u>
Subtotal National Aeronautics and Space Administration			\$	<u>6,134,758.51</u>
National Endowment for the Humanities				
Direct Programs				
University of Tennessee	Promotion of the Humanities_Division of Preservation and Access	45.149 / R010130061	\$	4,179.90
University of Tennessee	Promotion of the Humanities Fellowships and Stipends	45.160 / R011007099		39,999.96
University of Memphis	Promotion of the Humanities Research	45.161 / RZ5015604	\$ 53,495.91	
University of Tennessee	Promotion of the Humanities Research	45.161 / R011003092	99,452.59	152,948.50
Subtotal National Endowment for the Humanities			\$	<u>197,128.36</u>
Institute of Museum and Library Services				
Direct Programs				
University of Tennessee	National Leadership Grants	45.312 / R012925008	\$ 31,884.41	
University of Tennessee	National Leadership Grants	45.312 / R012926001	155,608.17	\$ 187,492.58
Subtotal Direct Programs			\$	<u>187,492.58</u>
Passed Through Johns Hopkins University				
University of Tennessee	Laura Bush 21st Century Librarian Program	45.313 / R076001033	\$	7,101.03
Subtotal Pass-Through Programs			\$	<u>7,101.03</u>
Subtotal Institute of Museum and Library Services			\$	<u>194,593.61</u>

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National Science Foundation			
Direct Programs			
Tennessee Technological University	Engineering Grants	47.041 / CMS-0324616	\$ 130,966.40
Tennessee Technological University	Engineering Grants	47.041 / CTS-0609914	4,460.12
Tennessee Technological University	Engineering Grants	47.041 / CTS-0620105	4,000.00
Tennessee Technological University	Engineering Grants	47.041 / DMI-0219859	33,859.17
Tennessee Technological University	Engineering Grants	47.041 / DMI-0321228	2,757.65
Tennessee Technological University	Engineering Grants	47.041 / EEC-0552860	48,309.50
University of Memphis	Engineering Grants	47.041 / 20030105304	1,682.37
University of Tennessee	Engineering Grants	47.041 / R011005045	3,862.98
University of Tennessee	Engineering Grants	47.041 / R011305055	66,844.52
University of Tennessee	Engineering Grants	47.041 / R011311025	25,200.36
University of Tennessee	Engineering Grants	47.041 / R011311059	47,876.63
University of Tennessee	Engineering Grants	47.041 / R011318020	133,553.17
University of Tennessee	Engineering Grants	47.041 / R011318025	849,490.94
University of Tennessee	Engineering Grants	47.041 / R011318046	8,710.37
University of Tennessee	Engineering Grants	47.041 / R011318064	33,930.73
University of Tennessee	Engineering Grants	47.041 / R011334130	56,030.23
University of Tennessee	Engineering Grants	47.041 / R011344059	26,832.54
University of Tennessee	Engineering Grants	47.041 / R011344115	73,241.24
University of Tennessee	Engineering Grants	47.041 / R011344135	153,752.01
University of Tennessee	Engineering Grants	47.041 / R011344165	51,637.25
University of Tennessee	Engineering Grants	47.041 / R011344166	61,755.72
University of Tennessee	Engineering Grants	47.041 / R011361036	24,812.92
University of Tennessee	Engineering Grants	47.041 / R011373124	62,228.16
University of Tennessee	Engineering Grants	47.041 / R011373135	70,082.26
University of Tennessee	Engineering Grants	47.041 / R011373176	18,432.42
University of Tennessee	Engineering Grants	47.041 / R011373194	82,384.29
University of Tennessee	Engineering Grants	47.041 / R011373227	10,344.54
University of Tennessee	Engineering Grants	47.041 / R011382068	11,619.86
University of Tennessee	Engineering Grants	47.041 / R012517209	(116.66)
University of Tennessee	Engineering Grants	47.041 / R024347020	74,516.01
University of Tennessee	Engineering Grants	47.041 / R041011085	1,608.66
University of Tennessee	Engineering Grants	47.041 / R073018102	183,689.96
University of Tennessee	Engineering Grants	47.041 / R111416049	89,884.15
University of Tennessee	Engineering Grants	47.041 / R112615173	323,511.31
			\$ 2,771,751.78
East Tennessee State University	Mathematical and Physical Sciences	47.049 / AST-0205761	\$ 28,582.33
East Tennessee State University	Mathematical and Physical Sciences	47.049 / DMS-0408086	16,500.85
East Tennessee State University	Mathematical and Physical Sciences	47.049 / DMS-0527311	50,428.50
Middle Tennessee State University	Mathematical and Physical Sciences	47.049 / 9974734	34,537.92
Middle Tennessee State University	Mathematical and Physical Sciences	47.049 / DMS-0552377	8,673.10
Middle Tennessee State University	Mathematical and Physical Sciences	47.049 / 0504376	4,401.76
Tennessee State University	Mathematical and Physical Sciences	47.049 / AST-0520740	430,400.00
Tennessee Technological University	Mathematical and Physical Sciences	47.049 / CHE-0418849	20,444.24
Tennessee Technological University	Mathematical and Physical Sciences	47.049 / DMR-0238113	110,775.55
Tennessee Technological University	Mathematical and Physical Sciences	47.049 / DMR-0504566	68,797.58
Tennessee Technological University	Mathematical and Physical Sciences	47.049 / DMS-0408950	23,542.55
University of Memphis	Mathematical and Physical Sciences	47.049 / 0202207	48,925.44
University of Memphis	Mathematical and Physical Sciences	47.049 / 0349315 Amend 1	95,446.90
University of Memphis	Mathematical and Physical Sciences	47.049 / CHE-0353885	74,635.07
University of Memphis	Mathematical and Physical Sciences	47.049 / CHE-0443627	12,578.40
University of Memphis	Mathematical and Physical Sciences	47.049 / DMS-0505550	75,119.76
University of Memphis	Mathematical and Physical Sciences	47.049 / DMS-0612996	8,760.73
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011024103	41,922.48
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011024110	126,016.67
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011024114	440,783.13
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011025022	241,025.50
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011025073	3,566.43
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011025074	72,218.99
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011025088	53,970.15

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University of Tennessee	Mathematical and Physical Sciences	47.049 / R011025103	54,857.34
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011025105	115,426.30
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011025108	99,150.84
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011025110	65,959.44
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011025116	38,780.03
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011025118	270,767.41
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011025122	93,007.24
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011025127	(11,736.11)
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011025131	16,885.42
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011052015	771.11
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011052057	33,613.09
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011053100	14,645.62
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011053101	19,932.29
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011053102	66,122.17
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011053104	3,219.51
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011053106	39,841.10
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011053107	22,614.65
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011053108	33,862.95
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011053115	11,561.11
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011054004	74,377.85
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011054086	11,226.10
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011054099	3,597.41
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011054103	24,993.04
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011054104	16,754.50
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011054110	58,174.48
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011065045	4,198.28
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011065053	(40,322.24)
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011065059	68,891.40
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011065065	119,541.59
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011065070	109,462.91
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011065082	74,727.51
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011065085	47,789.90
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011065104	7,783.94
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011065111	147,204.68
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011065114	39,180.08
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011065130	94,562.78
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011065139	115,855.96
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011086025	45,868.70
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011318043	135,410.18
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011318047	(47,971.68)
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011318058	103,211.62
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011318063	79,366.00
University of Tennessee	Mathematical and Physical Sciences	47.049 / R024316020	32,088.59
University of Tennessee	Mathematical and Physical Sciences	47.049 / R041024003	75,121.57
University of Tennessee	Mathematical and Physical Sciences	47.049 / R041024008	(22,281.00)
University of Tennessee	Mathematical and Physical Sciences	47.049 / R073018126	69,175.91
			4,529,325.60
University of Memphis	Geosciences	47.050 / 0125565	\$ 31,550.01
University of Memphis	Geosciences	47.050 / 0402729 Amend 2	49,543.47
University of Memphis	Geosciences	47.050 / EAR-0337108	11,522.76
University of Memphis	Geosciences	47.050 / EAR-0523319	9,265.45
University of Memphis	Geosciences	47.050 / EAR-0537629	31,552.28
University of Memphis	Geosciences	47.050 / OPP-0003834 Amend 3	7,728.72
University of Tennessee	Geosciences	47.050 / R011015106	48,807.42
University of Tennessee	Geosciences	47.050 / R011015107	75,717.90
University of Tennessee	Geosciences	47.050 / R011042078	4,399.94
University of Tennessee	Geosciences	47.050 / R011042121	40,309.92
University of Tennessee	Geosciences	47.050 / R011042122	2,943.73
University of Tennessee	Geosciences	47.050 / R011334076	(1,102.32)
University of Tennessee	Geosciences	47.050 / R012580093	(14,945.53)
University of Tennessee	Geosciences	47.050 / R012580121	52.68
University of Tennessee	Geosciences	47.050 / R012580130	25,454.31
University of Tennessee	Geosciences	47.050 / R012580148	193,793.47
University of Tennessee	Geosciences	47.050 / R013101002	558,801.11
			1,075,395.32

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Tennessee Technological University	Computer and Information Science and Engineering	47.070 / ANI-0333656	\$ 49,500.00
Tennessee Technological University	Computer and Information Science and Engineering	47.070 / CNS-0448225	74,109.23
Tennessee Technological University	Computer and Information Science and Engineering	47.070 / CNS-0617528	7,059.95
Tennessee Technological University	Computer and Information Science and Engineering	47.070 / SCI-0453438	85,981.35
University of Memphis	Computer and Information Science and Engineering	47.070 / CCF-0130352 Mod 3	49,343.89
University of Memphis	Computer and Information Science and Engineering	47.070 / EIA-0325428	287,304.44
University of Memphis	Computer and Information Science and Engineering	47.070 / IIS-0416128	182,494.46
University of Memphis	Computer and Information Science and Engineering	47.070 / OISE-0456419	680.69
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011025125	33,363.23
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011030013	13,836.74
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011033058	6,928.60
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011033067	(3,888.54)
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011033077	271,695.01
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011033084	81,826.46
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011033085	143,549.95
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011033109	45,005.30
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011033111	274,438.54
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011033122	33,148.99
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011033126	163,927.82
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011033141	65,998.53
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011033147	23,188.13
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011033151	120,378.91
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011033176	23,973.24
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011086104	549,325.92
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011344119	58,182.64
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011344120	35,103.71
University of Tennessee	Computer and Information Science and Engineering	47.070 / R012580122	151,535.69
			2,827,992.88
Middle Tennessee State University	Biological Sciences	47.074 / Z-03-010549-00	\$ 148,138.51
Tennessee Technological University	Biological Sciences	47.074 / DBI-0421143	4,370.00
University of Memphis	Biological Sciences	47.074 / 0346328	101,360.22
University of Memphis	Biological Sciences	47.074 / DEB-0316631	29,218.97
University of Memphis	Biological Sciences	47.074 / DEB-0508452	3,020.60
University of Memphis	Biological Sciences	47.074 / IOB-0444553	29,811.82
University of Memphis	Biological Sciences	47.074 / IOB-0508418	6,804.28
University of Tennessee	Biological Sciences	47.074 / R011015090	1,516.08

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University of Tennessee	Biological Sciences	47.074 / R011015108	11,888.16
University of Tennessee	Biological Sciences	47.074 / R011018065	10,753.29
University of Tennessee	Biological Sciences	47.074 / R011018069	38,644.88
University of Tennessee	Biological Sciences	47.074 / R011018075	89,401.76
University of Tennessee	Biological Sciences	47.074 / R011018085	61,355.08
University of Tennessee	Biological Sciences	47.074 / R011018092	76,127.67
University of Tennessee	Biological Sciences	47.074 / R011018094	562,444.81
University of Tennessee	Biological Sciences	47.074 / R011018098	188,736.69
University of Tennessee	Biological Sciences	47.074 / R011018103	69,820.25
University of Tennessee	Biological Sciences	47.074 / R011022022	71,793.30
University of Tennessee	Biological Sciences	47.074 / R011022024	27,518.66
University of Tennessee	Biological Sciences	47.074 / R011022029	48,663.79
University of Tennessee	Biological Sciences	47.074 / R011022037	146,517.41
University of Tennessee	Biological Sciences	47.074 / R011022038	36,980.26
University of Tennessee	Biological Sciences	47.074 / R011022039	1,870.85
University of Tennessee	Biological Sciences	47.074 / R011022041	105,415.29
University of Tennessee	Biological Sciences	47.074 / R011086027	438,395.00
University of Tennessee	Biological Sciences	47.074 / R011086052	15,086.64
University of Tennessee	Biological Sciences	47.074 / R011086065	88,404.27
University of Tennessee	Biological Sciences	47.074 / R011086075	60,063.17
University of Tennessee	Biological Sciences	47.074 / R011086100	19,483.58
University of Tennessee	Biological Sciences	47.074 / R011086101	457,571.49
University of Tennessee	Biological Sciences	47.074 / R011086122	34,895.01
University of Tennessee	Biological Sciences	47.074 / R041012002	250,077.31
University of Tennessee	Biological Sciences	47.074 / R073223144	6,450.44
University of Tennessee	Biological Sciences	47.074 / R073223270	88,960.67
University of Tennessee	Biological Sciences	47.074 / R111017043	103,434.32
			3,434,994.53
Tennessee Technological University	Social, Behavioral, and Economic Sciences	47.075 / INT-0215760	\$ 4,394.33
Tennessee Technological University	Social, Behavioral, and Economic Sciences	47.075 / INT-0217104	4,008.12
Tennessee Technological University	Social, Behavioral, and Economic Sciences	47.075 / INT-0217829	2,000.00
Tennessee Technological University	Social, Behavioral, and Economic Sciences	47.075 / OISE-0431481	8,365.89
University of Memphis	Social, Behavioral, and Economic Sciences	47.075 / 0301894	23,328.34
University of Memphis	Social, Behavioral, and Economic Sciences	47.075 / 0502343	7,583.10
University of Memphis	Social, Behavioral, and Economic Sciences	47.075 / BCS-0239749 Amend 3	105,056.52
University of Memphis	Social, Behavioral, and Economic Sciences	47.075 / SES-0519288	2,551.22
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R011015105	82,469.72
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R011033094	13,177.26
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R011038087	4,747.78
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R011038088	6,712.38
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R011038097	1,519.01
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R011038102	9,592.82
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R011038105	2,894.73
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R011038114	2,930.27
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R011038115	12,130.27

State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R011042114	24,073.07	
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R011042115	44,262.92	
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R011042131	76,257.23	
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R011065051	861.04	
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R011344114	6,656.32	
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R024317023	5,533.73	
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R041068095	24,893.34	475,999.41
Austin Peay State University	Education and Human Resources	47.076 / C-04-0196	\$ 2,260.04	
East Tennessee State University	Education and Human Resources	47.076 / DUE-0525447	11,090.80	
Middle Tennessee State University	Education and Human Resources	47.076 / 0443088	11,049.60	
Middle Tennessee State University	Education and Human Resources	47.076 / DUE-0311367	1,917.26	
Middle Tennessee State University	Education and Human Resources	47.076 / NSF-02-060	104,112.61	
Tennessee State University	Education and Human Resources	47.076 / HRD-0206028	916,560.84	
Tennessee State University	Education and Human Resources	47.076 / HRD-0236793	52,089.24	
Tennessee State University	Education and Human Resources	47.076 / HRD-0531490	164,194.73	
Tennessee Technological University	Education and Human Resources	47.076 / DUE-0404911	157,624.93	
Tennessee Technological University	Education and Human Resources	47.076 / DUE-0536509	1,000.00	
Tennessee Technological University	Education and Human Resources	47.076 / ESI-227502	231,090.00	
University of Memphis	Education and Human Resources	47.076 / DGE-0338324	564,629.01	
University of Memphis	Education and Human Resources	47.076 / DGE-0540080	38,401.95	
University of Memphis	Education and Human Resources	47.076 / DUE-0410290	47,700.62	
University of Memphis	Education and Human Resources	47.076 / REC-0106965	1,020.96	
University of Memphis	Education and Human Resources	47.076 / REC-0241144	501,242.71	
University of Tennessee	Education and Human Resources	47.076 / R011038118	23,484.68	
University of Tennessee	Education and Human Resources	47.076 / R011317080	532,943.06	
University of Tennessee	Education and Human Resources	47.076 / R011704048	229,806.74	
University of Tennessee	Education and Human Resources	47.076 / R024321020	46,099.10	
University of Tennessee	Education and Human Resources	47.076 / R024321026	70,395.82	3,708,714.70
University of Tennessee	Polar Programs	47.078 / R011042105	\$ 39,010.10	
University of Tennessee	Polar Programs	47.078 / R011086005	111,651.53	
University of Tennessee	Polar Programs	47.078 / R011086032	188,274.74	338,936.37
Subtotal Direct Programs			\$ 19,163,110.59	
Passed Through Impact Technologies, Limited Liability Company				
University of Tennessee	Engineering Grants	47.041 / R024327023	\$ 102,067.43	
Passed Through Northwestern University				
University of Tennessee	Engineering Grants	47.041 / R011344127	93,993.94	
Passed Through Queen City Forging Company				
University of Tennessee	Engineering Grants	47.041 / R011318057	28,193.70	
Passed Through Research Foundation of State University of New York				
University of Memphis	Engineering Grants	47.041 / R281708	23,063.12	
Passed Through University of Illinois				
University of Memphis	Engineering Grants	47.041 / 20030105303AMEND15	\$ 38,726.15	
University of Memphis	Engineering Grants	47.041 / 98268 Amend 14	45,265.84	83,991.99

State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
University of Memphis	Geosciences	47.050 / 20030105303AMEND16	\$ 54,933.67
University of Memphis	Geosciences	47.050 / 20030105303AMEND17	2,500.00
University of Memphis	Geosciences	47.050 / 98268 Amend 14	<u>10,013.20</u>
Passed Through University of Michigan			
Tennessee Technological University	Engineering Grants	47.041 / CMS-0510854	3,524.58
Passed Through Virginia Polytechnic Institute and State University			
University of Tennessee	Engineering Grants	47.041 / R011042099	122.98
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011024147	13,472.16
Passed Through West Virginia University			
University of Tennessee	Engineering Grants	47.041 / R011344178	46,290.06
Passed Through Western Michigan University			
University of Tennessee	Engineering Grants	47.041 / R011318037	43,983.83
Passed Through California Institute of Technology			
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011024126	75,720.91
Passed Through Kansas State University			
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011344161	130,049.68
Passed Through University of California			
University of Memphis	Mathematical and Physical Sciences	47.049 / SA373923598PGAMEND3	138,601.15
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011031068	(111.50)
Passed Through University of Connecticut			
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011318024	14,563.38
Passed Through University of Kentucky Research Foundation			
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011755043	17,069.65
Passed Through University of Texas			
University of Tennessee	Mathematical and Physical Sciences	47.049 / R011065086	83,139.56
Passed Through Bowling Green State University			
University of Tennessee	Geosciences	47.050 / R011042079	3,032.80
Passed Through Incorporated Research Institutions			
University of Memphis	Geosciences	47.050 / 306	192.52
Passed Through Princeton University			
University of Tennessee	Geosciences	47.050 / R012580065	10,083.73
Passed Through Boston University			
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011086082	277,968.76

**State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Passed Through Rice University			
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011033112	217,692.25
Passed Through The Regents of the University of California			
Tennessee State University	Computer and Information Science and Engineering	47.070 / 0145 G DC192	25,484.22
Passed Through University of Arkansas			
University of Memphis	Computer and Information Science and Engineering	47.070 / SA021170	9,897.40
Passed Through University of California at San Diego			
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011033140	155,578.53
Passed Through University of California at Berkeley			
University of Tennessee	Computer and Information Science and Engineering	47.070 / R011033146	172,536.93
Passed Through University of Louisville			
University of Memphis	Computer and Information Science and Engineering	47.070 / ULRF050768	10,056.00
Passed Through University of Maryland Baltimore County			
Tennessee State University	Computer and Information Science and Engineering	47.070 / DUE-0121531	(905.00)
Passed Through Arizona State University			
University of Memphis	Biological Sciences	47.074 / 03-061 Mod 1	18,564.31
Passed Through Lemoyne Owen College			
University of Tennessee	Biological Sciences	47.074 / R073013068	(0.18)
Passed Through National Center for Genome Research			
University of Tennessee	Biological Sciences	47.074 / R111017081	33,949.30
Passed Through State University of New York			
University of Tennessee	Biological Sciences	47.074 / R011086130	56,380.06
Passed Through University of California at Davis			
University of Tennessee	Biological Sciences	47.074 / R041011002	585.45
Passed Through University of Washington			
University of Tennessee	Biological Sciences	47.074 / R011086077	157,300.73
Passed Through National Academies/Transportation Research Board			
University of Tennessee	Social, Behavioral, and Economic Sciences	47.075 / R041060001	4,074.33

**State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Passed Through Columbia University				
University of Tennessee	Education and Human Resources	47.076 / R011301102		17,619.02
Passed Through Ohio State University				
Middle Tennessee State University	Education and Human Resources	47.076 / DUE-0333672		5,525.56
Passed Through Saddleback College				
Tennessee Technological University	Education and Human Resources	47.076 / FL-07/05-ATE DUE 0501527		19,026.15
Passed Through San Diego State University Foundation				
Tennessee Technological University	Education and Human Resources	47.076 / 52270A P1623 7803 211 FS		15,520.64
Passed Through Universities Space Research Association				
East Tennessee State University	Education and Human Resources	47.076 / 2097-02		13,822.98
Passed Through University of Alabama				
University of Memphis	Education and Human Resources	47.076 / ESI-0353440	\$ 188,687.76	
University of Memphis	Education and Human Resources	47.076 / ESI-0353440	<u>15,145.44</u>	203,833.20
Passed Through University of Kentucky				
University of Tennessee	Education and Human Resources	47.076 / R011054088		206,679.38
Passed Through Xavier University of Louisiana				
East Tennessee State University	Education and Human Resources	47.076 / 10106980		90.00
Passed Through University of Wyoming				
University of Tennessee	Polar Programs	47.078 / R011086133		3,597.06
Passed Through University of Illinois at Urbana-Champaign				
University of Tennessee	Office of Cyberinfrastructure	47.080 / R011033156		149,653.69
Passed Through Colorado School of Mines				
Tennessee Technological University	Interpreting Student-Constructed Study Guides	N.A. / 5-39081		<u>1,610.74</u>
Subtotal Pass-Through Programs			<u>\$ 2,754,634.05</u>	
Subtotal National Science Foundation			<u>\$ 21,917,744.64</u>	

Department of Veterans Affairs

Direct Programs

East Tennessee State University	Veterans Home Based Primary Care	64.022 / 5USC3371-3376	\$ 24,591.78	
East Tennessee State University	Veterans Home Based Primary Care	64.022 / 5USC3371-3376	1,698.51	
East Tennessee State University	Veterans Home Based Primary Care	64.022 / 5USC3371-3376	9,928.26	
East Tennessee State University	Veterans Home Based Primary Care	64.022 / 5USC3371-3376	32,389.42	
East Tennessee State University	Veterans Home Based Primary Care	64.022 / 5USC3371-3376	34,217.06	
East Tennessee State University	Veterans Home Based Primary Care	64.022 / 5USC3371-3376	50,720.74	
East Tennessee State University	Veterans Home Based Primary Care	64.022 / V621P-3780	<u>31,656.65</u>	<u>\$ 185,202.42</u>
Subtotal Direct Programs			<u>\$ 185,202.42</u>	

State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Passed Through Mactec, Incorporated				
University of Tennessee	Mactec MEC63060170 Herrmann	N.A. / R011005125	\$	375.76
Subtotal Pass-Through Programs			\$	375.76
Subtotal Department of Veterans Affairs			\$	185,578.18
Environmental Protection Agency				
Direct Programs				
Middle Tennessee State University	Congressionally Mandated Projects	66.202 / X-83233101	\$	25,157.38
University of Tennessee	Congressionally Mandated Projects	66.202 / R012531030		1,574.20
University of Tennessee	Congressionally Mandated Projects	66.202 / R012531079		39,926.54
University of Tennessee	Congressionally Mandated Projects	66.202 / R012531154	\$	130,827.37
University of Tennessee	Environmental Protection- Consolidated Research	66.500 / R011322117		97,772.42
University of Tennessee	Science To Achieve Results (STAR) Research Program	66.509 / R012580144	\$	123,504.52
University of Tennessee	Science To Achieve Results (STAR) Research Program	66.509 / R012580180		56,028.86
University of Tennessee	Office of Research and Development Consolidated Research/Training	66.511 / R011086106		65,486.99
University of Tennessee	Greater Opportunities: Research Program	66.515 / R011318059		85,260.32
University of Tennessee	EPA-Nat'l Res Policy Ctr-Robinson	N.A. / R112219181		184,750.47
Subtotal Direct Programs			\$	743,630.95
Passed Through Louisiana State University				
University of Tennessee	Congressionally Mandated Projects	66.202 / R011334103	\$	12,479.29
Passed Through University of New Hampshire				
University of Tennessee	Congressionally Mandated Projects	66.202 / R012580150		26,623.61
Passed Through Commonwealth of Kentucky				
Austin Peay State University	Nonpoint Source Implementation Grants	66.460 / C9994861-05		418.59
Passed Through Water Quality Forum				
University of Tennessee	Water Quality Cooperative Agreements	66.463 / R011334125		24,320.37
Passed Through Wisconsin Department of Natural Resources				
University of Tennessee	Water Quality Cooperative Agreements	66.463 / R111416064		40,630.00
Passed Through Columbia University				
University of Tennessee	Environmental Protection- Consolidated Research	66.500 / R011015091		7,283.48
Passed Through Consortium for Plant Biotechnology Research				
University of Tennessee	Environmental Protection- Consolidated Research	66.500 / R112615185	\$	76,399.46

**State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
University of Tennessee	Environmental Protection- Consolidated Research	66.500 / R112615217	57,965.98 <hr/> 134,365.44
Passed Through Harvard University			
University of Tennessee	Environmental Protection- Consolidated Research	66.500 / R011334096	5,809.85
Passed Through North Carolina State University			
University of Tennessee	Environmental Protection- Consolidated Research	66.500 / R011420098	48,163.34
Passed Through University of Houston			
University of Tennessee	Environmental Protection- Consolidated Research	66.500 / R011334089	1,214.42
Passed Through University of Tulsa			
University of Tennessee	Environmental Protection- Consolidated Research	66.500 / R012545006	4,849.33
Passed Through University of Nevada at Reno			
Tennessee Technological University	Environmental Protection Consolidated Grants-Program Support	66.600 / 13B36725-3	3,145.82
Subtotal Pass-Through Programs			<hr/> \$ 309,303.54
Subtotal Environmental Protection Agency			<hr/> \$ 1,052,934.49

Department of Energy

Direct Programs

Middle Tennessee State University	Office of Science Financial Assistance Program	81.049 / DE-FG02-86ER40293	\$ 29,227.59
Middle Tennessee State University	Office of Science Financial Assistance Program	81.049 / ER40293CHWAO	13,722.43
Tennessee Technological University	Office of Science Financial Assistance Program	81.049 / DE-FG02-96ER40955	67,411.94
Tennessee Technological University	Office of Science Financial Assistance Program	81.049 / DE-FG02-96ER40990	49,378.15
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R011022010	176,798.91
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R011025050	117,629.03
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R011025055	91,107.89
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R011025087	96,884.37
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R011033038	117,930.26
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R011033041	198,315.67
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R011033068	42,087.75
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R011063044	171,315.95
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R011063055	466,346.95

State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R011063078	105,122.97	
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R011065013	(40,121.86)	
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R011065050	111,728.02	
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R011086035	198,870.48	
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R012580019	(33,959.48)	
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R012580081	(18,762.99)	
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R012580120	40,398.92	
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R024390011	11,008.70	
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R041303014	287,063.58	\$ 2,299,505.23
Tennessee Technological University	University Coal Research	81.057 / DE-FG26-05NT42533	\$ 47,028.27	
Tennessee Technological University	University Coal Research	81.057 / DE-FG26-06NT42674	5,136.26	52,164.53
Tennessee Technological University	Conservation Research and Development	81.086 / DE-FC36-04GO14228	\$ 145,985.99	
University of Tennessee	Conservation Research and Development	81.086 / R011317084	18,512.70	
University of Tennessee	Conservation Research and Development	81.086 / R011318022	(14,762.52)	
University of Tennessee	Conservation Research and Development	81.086 / R012540082	(1,932.54)	
University of Tennessee	Conservation Research and Development	81.086 / R024317021	(1,580.00)	146,223.63
University of Memphis	Defense Nuclear Nonproliferation Research	81.113 / DE-FC52-03NA99512-001		7,295.61
Tennessee Technological University	Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance	81.117 / DE-FG01-02EE65004		7,460.23
Tennessee Technological University	Nuclear Energy Research, Development and Demonstration	81.121 / DE-FG02-89ER40530	\$ 38,969.75	
University of Tennessee	Nuclear Energy Research, Development and Demonstration	81.121 / R011382110	169,664.10	208,633.85
Roane State Community College	Miscellaneous Federal Activities	81.502 / DEFG0505OR23185	\$ 51,883.98	
Roane State Community College	Miscellaneous Federal Activities	81.502 / DEFG0596OR22528	(320.38)	51,563.60
Tennessee Technological University	Tailoring Fe-Base Alloys for Intermediate-Temperature SOFC Interconnect Application	N.A. / DE-FC26-04NT42223		159,653.43
Tennessee Technological University	Theory and Application of Hierarchical Matrices in Multiscale Problems	N.A. / DE-FG02-04ER25649		86,594.23
University of Tennessee	DOE DE-AC26-01NT41305 Pinnaduwege	N.A. / R011065048		716.58
University of Tennessee	DOE DE-AP05-05OR43831 Murray	N.A. / R011493118		15,291.07
University of Tennessee	DOE DE-FC02-06ER54858 Beck	N.A. / R011033168		1,524.63
University of Tennessee	DOE DE-FC07-06ID14735 Counce	N.A. / R011322127		4,744.31
University of Tennessee	DOE DE-FC26-02NT15341 Hatcher	N.A. / R013312002		38,164.39
University of Tennessee	DOE DE-FC07-05ID14659 Bruns	N.A. / R011322120		118,346.52
University of Tennessee	DOE DE-FG02-03ER25584 Dongarra	N.A. / R011033100		288,282.30
University of Tennessee	DOE DE-FG02-03ER25586 Schulze	N.A. / R011053105		31,928.72
University of Tennessee	DOE DE-FG02-03ER41258 Greene	N.A. / R011065080		156,356.17
University of Tennessee	DOE DE-FG02-03ER41283 Bugg	N.A. / R011065088		24,465.49
University of Tennessee	DOE DE-FG02-04ER25606 Beck	N.A. / R011033131		102,011.19

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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
University of Tennessee	DOE DE-FG02-04ER25607 Elhanany	N.A. / R011344145	108,777.73
University of Tennessee	DOE DE-FG02-04ER25610 Huang	N.A. / R011033133	72,804.28
University of Tennessee	DOE DE-FG02-04ER25651 Beck	N.A. / R011033132	9,737.22
University of Tennessee	DOE DE-FG02-04ER63895 Kabalka	N.A. / R011024122	195,384.72
University of Tennessee	DOE DE-FG02-04ER63939 White	N.A. / R012545013	187,582.00
University of Tennessee	DOE DE-FG02-05ER15723 Keffer	N.A. / R011322126	222,389.53
University of Tennessee	DOE DE-FG02-05ER46182 Kihm	N.A. / R011373165	93,335.53
University of Tennessee	DOE DE-FG02-05ER46183 Callcott	N.A. / R011065120	185,987.59
University of Tennessee	DOE DE-FG02-05ER46202 Dai	N.A. / R011065133	65,649.00
University of Tennessee	DOE DE-FG02-05ER46209 Zhang	N.A. / R011065137	40,286.31
University of Tennessee	DOE DE-FG02-05ER63951 Pfiffner	N.A. / R012545014	22,766.83
University of Tennessee	DOE DE-FG02-05ER64076 Whitfield	N.A. / R041303022	196,212.45
University of Tennessee	DOE DE-FG02-06ER41407 Dean	N.A. / R011065152	4,824.33
University of Tennessee	DOE DE-FG02-88ER13859	N.A. / R011026072	77,981.20
University of Tennessee	DOE DE-FG02-96ER40982 Sorensen	N.A. / R011063056	219,312.74
University of Tennessee	DOE DE-FG03-03NA00083	N.A. / R011065083	165,930.25
	Nazarewicz		
University of Tennessee	DOE DE-FG05-06OR23230 Swift	N.A. / R011460028	20,352.29
University of Tennessee	DOE DE-FG05-91ER40627	N.A. / R011065036	493,856.76
	Kamychkov TAI		
University of Tennessee	DOE DE-FG07-02ID14368 Dodds	N.A. / R011382074	6,296.95
University of Tennessee	DOE DE-FG07-04ID14589	N.A. / R011382103	119,899.48
	Upadhyaya		
University of Tennessee	DOE DE-FG26-05NT42619 Irick	N.A. / R011373202	26,708.03
University of Tennessee	DOE DEFG3605GO85014 SGI-English	N.A. / R110515000	111,211.28
	DOE DE-FG36-06GO16037 Mays	N.A. / R011024143	11,313.36
University of Tennessee	DOE DE-FG52-2004NA25589 Abidi	N.A. / R011344148	923,223.97
University of Tennessee	DOE UT Switchgrass Project-English	N.A. / R111216069	167,662.72
University of Tennessee	DOE-DE-FC02-01ER25490 Dongarra	N.A. / R011033042	222,980.64
University of Tennessee	DOE-DE-FG07-01ER62718 Sepaniak	N.A. / R011025060	6,842.13
University of Tennessee	DOE-UTCI Pilot Grant-Hori	N.A. / R073248002	28,737.68
Subtotal Direct Programs			\$ 7,808,972.71
Passed Through Argonne National Laboratory			
Middle Tennessee State University	Office of Science Financial Assistance Program	81.049 / 3F-01901	\$ 39,216.72
Passed Through Joseph Oat Corporation			
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R011317155	39,999.99
Passed Through Oregon State University			
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R012545015	121,962.46
Passed Through University of Massachusetts			
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R073237123	\$ (9,056.28)
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R073237136	31,847.71
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R073237147	54,778.82
University of Tennessee	Office of Science Financial Assistance Program	81.049 / R073237154	51,294.85
			128,865.10

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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Passed Through Consortium for Plant Biotechnology Research			
University of Tennessee	Renewable Energy Research and Development	81.087 / R112615182	16,060.34
Passed Through The Enterprise Center			
University of Tennessee	Renewable Energy Research and Development	81.087 / R041303015	1,032,973.69
Passed Through North Carolina State University			
University of Tennessee	University Reactor Infrastructure and Education Support	81.114 / R011382090	71,644.32
Passed Through Virginia Polytechnic Institute and State University			
University of Tennessee	Nuclear Energy Research, Development and Demonstration	81.121 / R011317166	103.58
Passed Through Ames Laboratory			
University of Tennessee	Ames Laboratory A2-3590 Musfeldt	N.A. / R011025097	9,990.87
Passed Through Barrett Technology, Incorporated			
University of Tennessee	Barrett Tech 955442,NTL002-Hamel	N.A. / R011373146	107,498.33
Passed Through Bechtel Jacobs Company, Limited Liability Company			
University of Tennessee	Bechtel CA021FREL0036 Dolislager	N.A. / R011086080	1,132.96
University of Tennessee	Bechtel CA021FREL0041 Dolislager	N.A. / R011086091	10,282.64
University of Tennessee	Bechtel CA021FREL0043 - Welsh	N.A. / R011086099	11,869.50
University of Tennessee	Bechtel CA021FREL0044 Dolislager	N.A. / R011086107	13,367.59
University of Tennessee	Bechtel CA021FREL0045 Dolislager	N.A. / R011086110	10,548.71
University of Tennessee	Bechtel CA021FREL0046 Dolislager	N.A. / R011086116	33,872.90
University of Tennessee	Bechtel CA021FREL0047 Welsh	N.A. / R011086124	16,972.00
University of Tennessee	Bechtel CA021FREL0048 Welsh	N.A. / R011086131	72,095.76
University of Tennessee	Bechtel CA021FREL0049 Dolislager	N.A. / R011086132	45,415.44
Passed Through BWXT Y-12, Limited Liability Company			
Tennessee State University	STD-2 Fuzzy Logic Data Analysis-CMM Uncertainty Measurement	N.A. / DE-AC05-00OR22800-2	16,207.82
University of Tennessee	BWXT 4300039249 Sepaniak	N.A. / R011024128	70,236.20
University of Tennessee	BWXT 4300050563 Fathy	N.A. / R011344202	27,512.18
University of Tennessee	BWXT 4300050723 Ferdjallah	N.A. / R011344208	5,352.23
University of Tennessee	BWXT 4300051038 Fathy	N.A. / R011344209	30,413.43
University of Tennessee	BWXT 4300020173 Pevey	N.A. / R011382083	62,286.81
University of Tennessee	BWXT-Y12 4300024152 Immune-Legendre	N.A. / R181720103	12,966.86
Passed Through Eastman Chemical Company			
University of Tennessee	Eastman Chemical - Acid-Catalysed-Counce	N.A. / R011322105	514.11
Passed Through Hanbat National University			
University of Tennessee	Hanbat Nat'l Univer - Kong	N.A. / R011361044	291.08

State of Tennessee
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For the Year Ended June 30, 2006

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Passed Through Honeywell Federal Management			
University of Tennessee	Honeywell FM&T, LLC.-PO #EP3892 Dadmun	N.A. / R011025106	42,794.71
Passed Through Los Alamos National Laboratory			
University of Tennessee	Los Alamos-MPI Data-Dongarra	N.A. / R011033155	126,787.75
University of Tennessee	Los Alamos Ntl Lab 05740 Fayek	N.A. / R011042124	39,102.38
Passed Through National Renewable Energy			
University of Tennessee	Nat'l Renewable Energy Lab - FU	N.A. / R011334124	11,601.76
Passed Through Rice University			
University of Tennessee	Rice Univ-LACSI YR7-Dongarra	N.A. / R011033138	49,070.42
University of Tennessee	Rice Univ-LACSI YR8-Dongarra	N.A. / R011033159	175,406.94
Passed Through Sandia National Laboratories			
University of Tennessee	Sandia Ntl Labs PO 180762 Dunning	N.A. / R013315060	20,483.15
Passed Through Sword and Shield Enterprise			
University of Tennessee	Sword & Shield-Cyber Sec 4.0- Wheeler	N.A. / R012615023	211,234.59
Passed Through UT-Battelle, Limited Liability Company			
Tennessee Technological University	Aluminide Coatings for Power Generation Applications	N.A. / 4000032193	68,292.36
Tennessee Technological University	Counter Gravity (Hitchiner) and Pressure Assisted Lost Foam Magnesium Casting	N.A. / 4000035322	99,074.77
Tennessee Technological University	Flow Modeling of a Pre-Concentrator	N.A. / 4000038794	70.68
Tennessee Technological University	Separation Studies - Spent Fuel Processing	N.A. / 4000040881	8,347.34
Tennessee Technological University	Ultra High-Speed Networking Workshop	N.A. / 4000045890	11,034.53
Tennessee Technological University	Active / Active Metadata Server Research	N.A. / 4000047377	19,864.47
Tennessee Technological University	A Novel Method for the Deposition of	N.A. / 4000015646-7	22,840.46
University of Tennessee	UT-Battelle	N.A. / B0199BTL	19,822,141.44
Passed Through Vanderbilt University			
University of Tennessee	Vanderbilt Univ Sub#18320-S1 Hofmeister	N.A. / R024411021	3,642.87
Passed Through Wake Forest University			
University of Tennessee	Wake Forest - Mills Lake - Grissino- Mayer	N.A. / R011038100	476.68
Subtotal Pass-Through Programs			<u>\$ 22,741,920.92</u>
Subtotal Department of Energy			<u>\$ 30,550,893.63</u>

**State of Tennessee
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For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Department of Education				
Direct Programs				
University of Tennessee	Bilingual Education-Professional Development	84.195 / R041501044	\$	36,225.05
University of Memphis	Centers for International Business Education	84.220 / P220A02001705		459,248.15
University of Memphis	Education Research, Development and Dissemination	84.305 / R305G020018	\$	348,388.02
University of Memphis	Education Research, Development and Dissemination	84.305 / R305G040046		236,100.96
University of Memphis	Education Research, Development and Dissemination	84.305 / R305H050169		308,609.61
East Tennessee State University	Research in Special Education	84.324 / H324N040028		13,750.66
University of Tennessee	Special Education - Personnel Development to Improve Services and Results for Children with Disabilities	84.325 / R011009099		211,140.65
East Tennessee State University	Special Education_Technology and Media Services for Individuals with Disabilities	84.327 / H327A040015		49,392.27
University of Memphis	Teacher Quality Enhancement Grants	84.336 / P336C050061		187,068.62
Subtotal Direct Programs			\$	1,849,923.99
Passed Through Southern University				
University of Memphis	National Institute on Disability and Rehabilitation Research	84.133 / OSP02830020050046	\$	46,538.70
Passed Through Murfreesboro Housing Authority				
Middle Tennessee State University	Safe and Drug-Free Schools and Communities National Programs	84.184 / 1H70SP11609-01		5,717.97
Passed Through American Astronomical Society				
University of Tennessee	Fund for the Improvement of Education	84.215 / R054606004		1,962.95
Passed Through Kruidenier Education Consulting				
University of Tennessee	National Institute for Literacy	84.257 / R011775014		24,042.62
Passed Through The CNA Corporation				
University of Memphis	Regional Technology in Education Consortia	84.302 / 00-UOFM-1-0050-Mod 12		5,059.33
Passed Through Virginia Commonwealth University				
East Tennessee State University	Research in Special Education	84.324 / 520606/PO P141328	\$	9,328.69
East Tennessee State University	Research in Special Education	84.324 / 520606/PO P630160		21,538.79
Passed Through Memphis City Schools				86,398.16
University of Memphis	Striving Readers	84.371 / S371A060098		86,398.16
Subtotal Pass-Through Programs			\$	200,587.21
Subtotal Department of Education			\$	2,050,511.20

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
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National Archives and Records Administration

Direct Programs

University of Tennessee	National Historical Publications and Records Grants	89.003 / R011003087	\$ (0.01)
University of Tennessee	National Historical Publications and Records Grants	89.003 / R011003091	21,909.59
University of Tennessee	National Historical Publications and Records Grants	89.003 / R011003093	1,011.51
University of Tennessee	National Historical Publications and Records Grants	89.003 / R011003098	60,114.10
University of Tennessee	National Historical Publications and Records Grants	89.003 / R011003099	58,328.29
			\$ 141,363.48
Subtotal National Archives and Records Administration			\$ 141,363.48

United States Institute of Peace

Direct Programs

University of Tennessee	Solicited Grant Program	91.002 / R011710005	\$ 3,756.34
Subtotal United States Institute of Peace			\$ 3,756.34

Department of Health and Human Services
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Direct Programs

Tennessee State University	Food and Drug Administration Research	93.103 / FD-U-002259-01	\$ (187.42)
Tennessee State University	Food and Drug Administration Research	93.103 / FD-U-002259-03	52,830.22
Tennessee State University	Food and Drug Administration Research	93.103 / FD-U-002259-04	78,732.25
University of Tennessee	Maternal and Child Health Federal Consolidated Programs	93.110 / R105210071	216,458.00
University of Tennessee	Biometry and Risk Estimation-Health Risks from Environmental Exposures	93.115 / R041011017	64,315.97
University of Memphis	Oral Diseases and Disorders Research	93.121 / 5R21DE01613102	\$ 82,688.66
University of Tennessee	Oral Diseases and Disorders Research	93.121 / R073445054	(36,304.53)
East Tennessee State University	Rural Health Research Centers	93.155 / 4R04RH01306	9,170.35
University of Tennessee	Human Genome Research	93.172 / R073297019	92,781.40
East Tennessee State University	Research Related to Deafness and Communication Disorders	93.173 / 1R15DC006888	\$ 57,833.98
Tennessee State University	Research Related to Deafness and Communication Disorders	93.173 / 1K02 DC00180-01A1	22,026.02
University of Memphis	Research Related to Deafness and Communication Disorders	93.173 / 1 F31 DC008276-01A1	5,909.70
University of Memphis	Research Related to Deafness and Communication Disorders	93.173 / 1 R01 DC06099-01	317,279.11
University of Memphis	Research Related to Deafness and Communication Disorders	93.173 / 1 R01 HD046947-01A1	214,350.73
University of Memphis	Research Related to Deafness and Communication Disorders	93.173 / 5 R01 DC006222-02	289,135.34
University of Tennessee	Research Related to Deafness and Communication Disorders	93.173 / R011010030	4,160.24
University of Tennessee	Research Related to Deafness and Communication Disorders	93.173 / R041011010	59,348.70
University of Tennessee	Research Related to Deafness and Communication Disorders	93.173 / R073003069	323,737.68

State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Research Related to Deafness and Communication Disorders	93.173 / R073003071		486,611.58
University of Tennessee	Research Related to Deafness and Communication Disorders	93.173 / R073003119		196,209.28
University of Tennessee	Research Related to Deafness and Communication Disorders	93.173 / R073003123		209,639.03
University of Tennessee	Research Related to Deafness and Communication Disorders	93.173 / R073003144		32,793.34
University of Tennessee	Research Related to Deafness and Communication Disorders	93.173 / R073003183		14,020.77
University of Tennessee	Research Related to Deafness and Communication Disorders	93.173 / R073003202		12,151.31
University of Tennessee	Research Related to Deafness and Communication Disorders	93.173 / R073375056		190,434.25
				2,435,641.06
University of Tennessee	Telehealth Network Grants	93.211 / R073204034	\$	93,826.77
University of Tennessee	Telehealth Network Grants	93.211 / R106903061		7,141.48
University of Tennessee	Telehealth Network Grants	93.211 / R106903067		56,913.64
University of Tennessee	Telehealth Network Grants	93.211 / R106903074		11,973.62
				169,855.51
Tennessee State University	Research on Healthcare Costs, Quality and Outcomes	93.226 / 1R24HS014767-01	\$	142,717.17
Tennessee State University	Research on Healthcare Costs, Quality and Outcomes	93.226 / 5R24HS014767-02		98,503.71
University of Tennessee	Research on Healthcare Costs, Quality and Outcomes	93.226 / R073017097		183,445.59
University of Tennessee	Research on Healthcare Costs, Quality and Outcomes	93.226 / R073204023		527,634.55
University of Tennessee	Research on Healthcare Costs, Quality and Outcomes	93.226 / R105210092		93,348.53
University of Tennessee	Research on Healthcare Costs, Quality and Outcomes	93.226 / R105210106		57,996.44
				1,103,645.99
East Tennessee State University	Mental Health Research Grants	93.242 / 7R01MH046692	\$	140,620.62
East Tennessee State University	Mental Health Research Grants	93.242 / 7R01MH063187		197,991.06
Tennessee State University	Mental Health Research Grants	93.242 / 2R24MH059748-04A1		524,410.93
University of Memphis	Mental Health Research Grants	93.242 / 5 R21 MH067946-02		144,023.92
University of Tennessee	Mental Health Research Grants	93.242 / R011018077		352,998.94
University of Tennessee	Mental Health Research Grants	93.242 / R011069063		(436.69)
University of Tennessee	Mental Health Research Grants	93.242 / R011069068		80,511.38
University of Tennessee	Mental Health Research Grants	93.242 / R011210091		194,920.33
University of Tennessee	Mental Health Research Grants	93.242 / R014030026		1,031,096.53
University of Tennessee	Mental Health Research Grants	93.242 / R073003012		209,808.19
University of Tennessee	Mental Health Research Grants	93.242 / R073003118		127,653.28
University of Tennessee	Mental Health Research Grants	93.242 / R073024062		(988.46)
University of Tennessee	Mental Health Research Grants	93.242 / R073024064		41,215.74
University of Tennessee	Mental Health Research Grants	93.242 / R073024163		(3,491.37)
University of Tennessee	Mental Health Research Grants	93.242 / R073024168		111,883.22
University of Tennessee	Mental Health Research Grants	93.242 / R073242078		483,625.81
				3,635,843.43
University of Tennessee	Substance Abuse and Mental Health Services_Projects of Regional and National Significance	93.243 / R014011082	\$	(1,455.88)
University of Tennessee	Substance Abuse and Mental Health Services_Projects of Regional and National Significance	93.243 / R014030032		350,084.79
				348,628.91
University of Memphis	Alcohol Research Programs	93.273 / 5 R21 AA014588-02	\$	105,231.29
University of Memphis	Alcohol Research Programs	93.273 / 5 U01 AA013506-03		12,222.40
University of Memphis	Alcohol Research Programs	93.273 / 5 U01 AA013509-04		87,771.88
University of Memphis	Alcohol Research Programs	93.273 / 5 U01 AA013509-05		39,898.62
University of Memphis	Alcohol Research Programs	93.273 / 5 U01 AA013515-05		439,280.02
University of Tennessee	Alcohol Research Programs	93.273 / R012814009		171,757.16

State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
University of Tennessee	Alcohol Research Programs	93.273 / R073003049	163,501.63
University of Tennessee	Alcohol Research Programs	93.273 / R073003050	280,074.57
University of Tennessee	Alcohol Research Programs	93.273 / R073003053	330,879.89
University of Tennessee	Alcohol Research Programs	93.273 / R073003055	(0.70)
University of Tennessee	Alcohol Research Programs	93.273 / R073003056	434,220.02
University of Tennessee	Alcohol Research Programs	93.273 / R073003117	250,896.91
University of Tennessee	Alcohol Research Programs	93.273 / R073003150	203,448.88
University of Tennessee	Alcohol Research Programs	93.273 / R073024063	319,054.20
University of Tennessee	Alcohol Research Programs	93.273 / R073036089	309,402.69
			3,147,639.46
East Tennessee State University	Drug Abuse and Addiction Research Programs	93.279 / 1R15DA020120	\$ 106,712.93
University of Memphis	Drug Abuse and Addiction Research Programs	93.279 / 1 F31 DA020299-01	25,529.00
University of Memphis	Drug Abuse and Addiction Research Programs	93.279 / 5 R01 DA015765-03	207,372.47
University of Tennessee	Drug Abuse and Addiction Research Programs	93.279 / R012814030	352,178.85
University of Tennessee	Drug Abuse and Addiction Research Programs	93.279 / R073003190	922,307.84
University of Tennessee	Drug Abuse and Addiction Research Programs	93.279 / R073024027	419,845.28
University of Tennessee	Drug Abuse and Addiction Research Programs	93.279 / R073024035	454,255.70
University of Tennessee	Drug Abuse and Addiction Research Programs	93.279 / R073024094	24,643.88
University of Tennessee	Drug Abuse and Addiction Research Programs	93.279 / R073024120	63,848.80
University of Tennessee	Drug Abuse and Addiction Research Programs	93.279 / R073024130	296,958.54
			2,873,653.29
East Tennessee State University	Mental Health Research Career/Scientist Development Awards	93.281 / 7K02MH2031	\$ 70,308.13
University of Tennessee	Mental Health Research Career/Scientist Development Awards	93.281 / R014030028	116,643.08
University of Tennessee	Mental Health Research Career/Scientist Development Awards	93.281 / R073003009	1,357,996.44
University of Tennessee	Mental Health Research Career/Scientist Development Awards	93.281 / R073024061	10,544.53
University of Memphis	Mental Health National Research Service Awards for Research Training Centers for Disease Control and Prevention_ Investigations and Technical Assistance	93.282 / 1 F31 MH73203-01	1,888.36
East Tennessee State University	Centers for Disease Control and Prevention_ Investigations and Technical Assistance	93.283 / R06/CCR421566	\$ 187,201.76
University of Tennessee	Centers for Disease Control and Prevention_ Investigations and Technical Assistance	93.283 / R041506009	149,669.32
			336,871.08
University of Tennessee	Discovery and Applied Research for Technological Innovations to Improve Human Health	93.286 / R012580161	\$ 223,318.13
University of Tennessee	Discovery and Applied Research for Technological Innovations to Improve Human Health	93.286 / R024318029	40,170.15
University of Tennessee	Discovery and Applied Research for Technological Innovations to Improve Human Health	93.286 / R073922013	345,827.42
University of Tennessee	Discovery and Applied Research for Technological Innovations to Improve Human Health	93.286 / R105210064	838,550.99
			1,447,866.69
East Tennessee State University	Minority Health and Health Disparities Research	93.307 / 5R24MD001106	\$ 420,182.41

State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Tennessee State University	Minority Health and Health Disparities Research	93.307 / 5P20MD000261-03		386,954.32
Tennessee State University	Minority Health and Health Disparities Research	93.307 / 5P20MD000261-04		424,480.66
				1,231,617.39
University of Tennessee	Nursing Research	93.361 / R013011003	\$	860.49
University of Tennessee	Nursing Research	93.361 / R013011007		167,598.14
University of Tennessee	Nursing Research	93.361 / R013011012		(8,949.83)
University of Tennessee	Nursing Research	93.361 / R073850023		126,876.35
University of Tennessee	Nursing Research	93.361 / R073850042		415,990.90
University of Tennessee	Nursing Research	93.361 / R073850045		34,695.38
University of Tennessee	Nursing Research	93.361 / R073875003		58,692.70
				795,764.13
East Tennessee State University	National Center for Research Resources	93.389 / 1S10RR021194	\$	207,335.00
University of Tennessee	National Center for Research Resources	93.389 / R011018090		262,239.86
University of Tennessee	National Center for Research Resources	93.389 / R073018143		483,000.00
University of Tennessee	National Center for Research Resources	93.389 / R073223034		18,201.77
University of Tennessee	National Center for Research Resources	93.389 / R073223309		106,504.74
University of Tennessee	National Center for Research Resources	93.389 / R073252080		102,984.57
University of Tennessee	National Center for Research Resources	93.389 / R073260033		1,193,351.33
University of Tennessee	National Center for Research Resources	93.389 / R073281048		19,834.97
University of Tennessee	National Center for Research Resources	93.389 / R073303027		162,568.02
University of Tennessee	National Center for Research Resources	93.389 / R073371048		154,363.70
University of Tennessee	National Center for Research Resources	93.389 / R073445064		25,115.76
University of Tennessee	National Center for Research Resources	93.389 / R181741012		112,808.97
				2,848,308.69
East Tennessee State University	Academic Research Enhancement Award	93.390 / 1R15EY014559	\$	15,134.44
University of Memphis	Academic Research Enhancement Award	93.390 / 1 R15 HD049525-01A1		1,395.00
University of Memphis	Academic Research Enhancement Award	93.390 / 1 R15 HL079990-01		118,413.77
University of Memphis	Academic Research Enhancement Award	93.390 / 1 R15 NS051331-01A1		44,176.27
				179,119.48
East Tennessee State University	Cancer Cause and Prevention Research	93.393 / 5R01CA086927	\$	93,070.22
University of Memphis	Cancer Cause and Prevention Research	93.393 / 5 R21 CA91987		20,934.27
University of Tennessee	Cancer Cause and Prevention Research	93.393 / R011069067		71,927.16
University of Tennessee	Cancer Cause and Prevention Research	93.393 / R073018024		253,439.01
University of Tennessee	Cancer Cause and Prevention Research	93.393 / R073621149		59,156.78
University of Tennessee	Cancer Cause and Prevention Research	93.393 / R181741015		200,982.19
University of Tennessee	Cancer Detection and Diagnosis Research	93.394 / R073245026		3,166.50
University of Memphis	Cancer Treatment Research	93.395 / 1 R15 CA113347-01	\$	6,800.91
University of Tennessee	Cancer Treatment Research	93.395 / R011025051		(1,788.27)

State of Tennessee
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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
University of Tennessee	Cancer Treatment Research	93.395 / R073018133	157,028.85
University of Tennessee	Cancer Treatment Research	93.395 / R073024151	204,411.24
University of Tennessee	Cancer Treatment Research	93.395 / R073037010	348,794.70
University of Tennessee	Cancer Treatment Research	93.395 / R073256047	(1,713.15)
University of Tennessee	Cancer Treatment Research	93.395 / R073621117	22,353.86
University of Tennessee	Cancer Treatment Research	93.395 / R073621138	120,009.19
University of Tennessee	Cancer Treatment Research	93.395 / R105210059	489,869.87
University of Tennessee	Cancer Treatment Research	93.395 / R105210073	55,315.40
University of Tennessee	Cancer Treatment Research	93.395 / R181721157	3,051.30
			1,404,133.90
University of Tennessee	Cancer Biology Research	93.396 / R011018086	\$ 109,905.85
University of Tennessee	Cancer Biology Research	93.396 / R073024072	57,996.58
University of Tennessee	Cancer Biology Research	93.396 / R073252132	84,209.51
University of Tennessee	Cancer Biology Research	93.396 / R073298098	289,761.07
University of Tennessee	Cancer Biology Research	93.396 / R073380027	218,508.12
University of Tennessee	Cancer Centers Support Grants	93.397 / R073247006	
University of Tennessee	Cancer Research Manpower	93.398 / R073024183	
University of Tennessee	Cancer Control	93.399 / R073237024	\$ 36,691.63
University of Tennessee	Cancer Control	93.399 / R073237155	59,680.26
University of Tennessee	Cancer Control	93.399 / R073281042	14,799.55
University of Tennessee	Cancer Control	93.399 / R073621123	26,266.54
University of Tennessee	Cancer Control	93.399 / R181741021	273,556.74
University of Tennessee	Cancer Control	93.399 / R181741022	223,901.89
University of Tennessee	Cancer Control	93.399 / R181741030	106,432.41
University of Tennessee	Cancer Control	93.399 / R181741047	146,144.73
University of Tennessee	University Centers for Excellence in Developmental Disabilities Education, Research, and Service	93.632 / R073977043	887,473.75
			504,451.77
University of Tennessee	Social Services Research and Demonstration	93.647 / R014030033	42,707.77
University of Tennessee	Family Violence Prevention and Services/Grants for Battered Women's Shelters_Grants to States and Indian Tribes	93.671 / R073286036	120,518.99
Tennessee State University	Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	93.779 / 20-P-91751/4-01	\$ 7,904.25
Tennessee State University	Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	93.779 / 20-P-91879/4-01	(1,882.35)
Tennessee State University	Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	93.779 / 20-P-91879/4-02	131,128.51
			137,150.41
East Tennessee State University	Heart and Vascular Diseases Research	93.837 / 5R01HL054633	\$ 58,093.26
East Tennessee State University	Heart and Vascular Diseases Research	93.837 / 5R01HL071233	286,321.14
East Tennessee State University	Heart and Vascular Diseases Research	93.837 / 5R01HL071519	124,809.00
East Tennessee State University	Heart and Vascular Diseases Research	93.837 / 5R01HL071830	370,705.68
East Tennessee State University	Heart and Vascular Diseases Research	93.837 / 5R01HL071837	298,080.16
East Tennessee State University	Heart and Vascular Diseases Research	93.837 / 5R21HL072138	88,376.04
University of Memphis	Heart and Vascular Diseases Research	93.837 / 3 R01 HL050723-12S2	10,840.00
University of Memphis	Heart and Vascular Diseases Research	93.837 / 3 R01 HL068569-03S1	704,782.31
University of Memphis	Heart and Vascular Diseases Research	93.837 / 5 R01 HL079147-02	87,980.97
University of Memphis	Heart and Vascular Diseases Research	93.837 / 5 R01 HL5072312	3,667.46
University of Memphis	Heart and Vascular Diseases Research	93.837 / 5 R01 HL6321603	(556.47)
University of Memphis	Heart and Vascular Diseases Research	93.837 / 5 U01 HL06266208	709,832.31
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073018065	320,837.42
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073024026	452,000.57
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073024028	87.49
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073024140	229,764.12
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073024154	164,481.08
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073024169	315,534.38
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073036004	278,577.09
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073036013	429,967.29

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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073036027	12,137.86
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073036029	302,500.57
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073036033	339,413.50
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073036078	159,914.24
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073036085	274,406.15
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073037033	270,160.19
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073037034	154,537.81
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073037064	359,776.96
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073037089	380,590.44
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073037099	343,006.47
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073037110	222,893.01
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073037133	266,502.00
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073223181	493,569.84
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073223313	80,922.64
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073237079	556,741.23
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073237085	612,998.97
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073237156	29,995.76
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073311037	(6,691.69)
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073311045	318,249.74
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073311046	247,647.79
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073621063	40,867.69
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R073621177	7,342.78
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R105210093	748.66
University of Tennessee	Heart and Vascular Diseases Research	93.837 / R181741033	309,798.69
			10,712,212.60
University of Tennessee	Lung Diseases Research	93.838 / R073024188	\$ 82,413.55
University of Tennessee	Lung Diseases Research	93.838 / R073036052	287,685.41
University of Tennessee	Lung Diseases Research	93.838 / R073341006	129,198.30
			499,297.26
University of Tennessee	Blood Diseases and Resources Research	93.839 / R011018089	\$ 291,916.74
University of Tennessee	Blood Diseases and Resources Research	93.839 / R073297017	126,152.40
			418,069.14
University of Memphis	Arthritis, Musculoskeletal and Skin Diseases Research	93.846 / 1 R03 AR051119-01A1	\$ 18,082.47
University of Tennessee	Arthritis, Musculoskeletal and Skin Diseases Research	93.846 / R073003008	(1,093.11)
University of Tennessee	Arthritis, Musculoskeletal and Skin Diseases Research	93.846 / R073220097	68,361.60
University of Tennessee	Arthritis, Musculoskeletal and Skin Diseases Research	93.846 / R073290096	219,031.34
University of Tennessee	Arthritis, Musculoskeletal and Skin Diseases Research	93.846 / R073297010	43,095.32
University of Tennessee	Arthritis, Musculoskeletal and Skin Diseases Research	93.846 / R073332022	808,860.16
University of Tennessee	Arthritis, Musculoskeletal and Skin Diseases Research	93.846 / R073332050	241,777.82
University of Tennessee	Arthritis, Musculoskeletal and Skin Diseases Research	93.846 / R073332066	837,394.82
University of Tennessee	Arthritis, Musculoskeletal and Skin Diseases Research	93.846 / R073332068	514,692.80
University of Tennessee	Arthritis, Musculoskeletal and Skin Diseases Research	93.846 / R073332081	59,107.56
University of Tennessee	Arthritis, Musculoskeletal and Skin Diseases Research	93.846 / R073332090	314,955.58
University of Tennessee	Arthritis, Musculoskeletal and Skin Diseases Research	93.846 / R073332105	62,796.12
University of Tennessee	Arthritis, Musculoskeletal and Skin Diseases Research	93.846 / R073922028	118,784.58
			3,305,847.06
East Tennessee State University	Diabetes, Endocrinology and Metabolism Research	93.847 / 5R01DK058071	\$ 47,229.20

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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Diabetes, Endocrinology and Metabolism Research	93.847 / R011016028		228,526.18
University of Tennessee	Diabetes, Endocrinology and Metabolism Research	93.847 / R011025119		107,052.41
University of Tennessee	Diabetes, Endocrinology and Metabolism Research	93.847 / R073024133		221,784.42
University of Tennessee	Diabetes, Endocrinology and Metabolism Research	93.847 / R073037019		268,280.64
University of Tennessee	Diabetes, Endocrinology and Metabolism Research	93.847 / R073037046		208,951.54
University of Tennessee	Diabetes, Endocrinology and Metabolism Research	93.847 / R073037154		19,679.63
University of Tennessee	Diabetes, Endocrinology and Metabolism Research	93.847 / R073316053		446,035.47
University of Tennessee	Diabetes, Endocrinology and Metabolism Research	93.847 / R073316089		66,869.98
University of Tennessee	Diabetes, Endocrinology and Metabolism Research	93.847 / R073316113		33,575.63
University of Tennessee	Diabetes, Endocrinology and Metabolism Research	93.847 / R073321009		245,971.30
University of Tennessee	Diabetes, Endocrinology and Metabolism Research	93.847 / R073332048		56,828.99
University of Tennessee	Diabetes, Endocrinology and Metabolism Research	93.847 / R073621166		208,577.36
				2,159,362.75
University of Tennessee	Digestive Diseases and Nutrition Research	93.848 / R073018091	\$	296,718.14
University of Tennessee	Digestive Diseases and Nutrition Research	93.848 / R073035092		282,070.81
University of Tennessee	Digestive Diseases and Nutrition Research	93.848 / R073036034		546,105.73
University of Tennessee	Digestive Diseases and Nutrition Research	93.848 / R073036087		333,615.09
University of Tennessee	Digestive Diseases and Nutrition Research	93.848 / R073037088		278,819.47
University of Tennessee	Digestive Diseases and Nutrition Research	93.848 / R073316066		1,421,758.29
University of Tennessee	Digestive Diseases and Nutrition Research	93.848 / R073321058		24,885.67
				3,183,973.20
University of Tennessee	Kidney Diseases, Urology and Hematology Research	93.849 / R073316057	\$	851.52
University of Tennessee	Kidney Diseases, Urology and Hematology Research	93.849 / R073380026		130,589.62
University of Tennessee	Kidney Diseases, Urology and Hematology Research	93.849 / R073621125		243,286.28
				374,727.42
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073003048	\$	147,192.38
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073003054		45,087.41
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073003099		308,529.69
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073003112		98,392.27
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073003120		253,588.43

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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073004012	9,131.58	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073004013	104.21	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073004028	173,162.49	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073004030	257,930.19	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073004057	863.99	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073004065	133,518.73	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073004080	(10,750.19)	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073009095	183,922.49	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073024179	180,286.87	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073036015	(9,476.33)	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073036080	11,123.16	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073037087	274,815.98	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073037129	60,622.19	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073279070	188,698.71	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073279101	256,619.91	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073279103	28,864.35	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073279103	9,268.26	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073279107	53,676.36	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073281040	284,060.96	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R105210070	305,390.26	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R181741011	146,225.45	3,390,849.80

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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
East Tennessee State University	Allergy, Immunology and Transplantation Research	93.855 / 1R01AI064184	\$	110,310.87
East Tennessee State University	Allergy, Immunology and Transplantation Research	93.855 / 5R01AI013446		507,409.27
East Tennessee State University	Allergy, Immunology and Transplantation Research	93.855 / 5R01AI040915		289,451.85
University of Tennessee	Allergy, Immunology and Transplantation Research	93.855 / R011015110		105,634.08
University of Tennessee	Allergy, Immunology and Transplantation Research	93.855 / R011018099		252,720.69
University of Tennessee	Allergy, Immunology and Transplantation Research	93.855 / R073018027		25.17
University of Tennessee	Allergy, Immunology and Transplantation Research	93.855 / R073223219		291,749.47
University of Tennessee	Allergy, Immunology and Transplantation Research	93.855 / R181736099		142,109.04
				1,699,410.44
East Tennessee State University	Microbiology and Infectious Diseases Research	93.856 / 5K22AI053645	\$	13,987.88
East Tennessee State University	Microbiology and Infectious Diseases Research	93.856 / 5R21AI055267		34,771.01
East Tennessee State University	Microbiology and Infectious Diseases Research	93.856 / 5R21AI059563		154,260.46
Middle Tennessee State University	Microbiology and Infectious Diseases Research	93.856 / 1R15AI051350-01A1		18,494.17
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R011015084		176,502.30
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R011015104		265,591.22
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073004050		1,246.26
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073017098		235,328.50
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073018008		338,130.58
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073018066		(10,197.11)
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073018067		68,719.67
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073018071		24,092.95
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073018107		335,084.10
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073018116		584,187.46
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073018129		487,340.05
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073202072		212.50
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073252025		413,406.58
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073321031		146,562.61
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073371033		361,619.54
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073371060		224,640.04
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073621115		14,799.36
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073621141		508,573.61
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073621160		284,042.75

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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073650032		348,870.51
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R181736083		111,894.98
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R181736085		416,314.78
				5,558,476.76
East Tennessee State University	Biomedical Research and Research Training	93.859 / 1R15GM069367	\$	89,724.48
East Tennessee State University	Biomedical Research and Research Training	93.859 / 5F31GM069092		31,672.96
East Tennessee State University	Biomedical Research and Research Training	93.859 / 5R01GM053522		12,382.47
East Tennessee State University	Biomedical Research and Research Training	93.859 / 5R01GM062121		69,202.50
Middle Tennessee State University	Biomedical Research and Research Training	93.859 / EIN#1626005794A1		11,829.47
Tennessee State University	Biomedical Research and Research Training	93.859 / 1P20MD00261-01		(1,364.79)
Tennessee State University	Biomedical Research and Research Training	93.859 / 5P20MD000261-02		68,425.28
Tennessee State University	Biomedical Research and Research Training	93.859 / 5S06GM008092-29		(172.96)
Tennessee State University	Biomedical Research and Research Training	93.859 / 5S06GM008092-30		251,496.55
Tennessee State University	Biomedical Research and Research Training	93.859 / 5S06GM008092-31		165,541.34
University of Tennessee	Biomedical Research and Research Training	93.859 / R011015075		5,249.93
University of Tennessee	Biomedical Research and Research Training	93.859 / R011015095		275,921.93
University of Tennessee	Biomedical Research and Research Training	93.859 / R011015111		55,092.00
University of Tennessee	Biomedical Research and Research Training	93.859 / R011018061		(1,609.53)
University of Tennessee	Biomedical Research and Research Training	93.859 / R011018073		169,234.77
University of Tennessee	Biomedical Research and Research Training	93.859 / R011080023		7,972.86
University of Tennessee	Biomedical Research and Research Training	93.859 / R011086118		42,668.34
University of Tennessee	Biomedical Research and Research Training	93.859 / R012814012		285,149.74
University of Tennessee	Biomedical Research and Research Training	93.859 / R073013091		128,535.72
University of Tennessee	Biomedical Research and Research Training	93.859 / R073014022		(2.58)
University of Tennessee	Biomedical Research and Research Training	93.859 / R073036081		10,294.01
University of Tennessee	Biomedical Research and Research Training	93.859 / R073037100		266,615.90
				1,943,860.39
East Tennessee State University	Child Health and Human Development Extramural Research	93.865 / 1R15HED043865	\$	152.69
Middle Tennessee State University	Child Health and Human Development Extramural Research	93.865 / 1 R21 HD048742-01		123,937.64
Tennessee State University	Child Health and Human Development Extramural Research	93.865 / 2G11HD034944-07		786.95
Tennessee State University	Child Health and Human Development Extramural Research	93.865 / 5G11HD034944-08		41,855.48
University of Memphis	Child Health and Human Development Extramural Research	93.865 / 5 R01 HD046947-02		50,537.62

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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Child Health and Human Development Extramural Research	93.865 / R011069059	49,614.53	
University of Tennessee	Child Health and Human Development Extramural Research	93.865 / R073003037	145,905.65	
University of Tennessee	Child Health and Human Development Extramural Research	93.865 / R073003155	72,472.41	
University of Tennessee	Child Health and Human Development Extramural Research	93.865 / R073003191	574,656.39	
University of Tennessee	Child Health and Human Development Extramural Research	93.865 / R073018109	105,714.16	
University of Tennessee	Child Health and Human Development Extramural Research	93.865 / R073222054	292,574.30	
University of Tennessee	Child Health and Human Development Extramural Research	93.865 / R073223129	709,212.03	
University of Tennessee	Child Health and Human Development Extramural Research	93.865 / R073223235	156,189.14	
University of Tennessee	Child Health and Human Development Extramural Research	93.865 / R073237146	210,597.81	
University of Tennessee	Child Health and Human Development Extramural Research	93.865 / R073252118	121,823.77	
University of Tennessee	Child Health and Human Development Extramural Research	93.865 / R073265082	200,630.72	2,856,661.29
University of Memphis	Aging Research	93.866 / 3 R01 AG1473804S1	\$ (1,264.53)	
University of Tennessee	Aging Research	93.866 / R011016016	48,462.56	
University of Tennessee	Aging Research	93.866 / R011025000	60,767.99	
University of Tennessee	Aging Research	93.866 / R073004097	(1,825.58)	
University of Tennessee	Aging Research	93.866 / R073236076	(2,815.16)	
University of Tennessee	Aging Research	93.866 / R073237060	63,544.83	
University of Tennessee	Aging Research	93.866 / R073237138	239,033.33	
University of Tennessee	Aging Research	93.866 / R105210049	(30.76)	
University of Tennessee	Aging Research	93.866 / R105210050	315,607.16	
University of Tennessee	Aging Research	93.866 / R105210051	223,824.59	
University of Tennessee	Aging Research	93.866 / R105210098	277,745.29	1,223,049.72
University of Tennessee	Vision Research	93.867 / R073004074	\$ 2,946.02	
University of Tennessee	Vision Research	93.867 / R073004081	208,415.81	
University of Tennessee	Vision Research	93.867 / R073013083	35,513.62	
University of Tennessee	Vision Research	93.867 / R073037158	3,817.05	
University of Tennessee	Vision Research	93.867 / R073279063	(1,897.52)	
University of Tennessee	Vision Research	93.867 / R073285079	751,657.78	
University of Tennessee	Vision Research	93.867 / R073285096	149,670.38	
University of Tennessee	Vision Research	93.867 / R073286043	279,807.95	
University of Tennessee	Vision Research	93.867 / R181736089	340,437.16	1,770,368.25
University of Tennessee	Health Care and Other Facilities	93.887 / R041303004	\$ 321,802.93	
University of Tennessee	Health Care and Other Facilities	93.887 / R041303023	16,852.00	338,654.93
East Tennessee State University	Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	93.919 / H57/CCH420134		140,857.83
University of Memphis	International Research and Research Training	93.989 / 5 R01 TW005962-04	\$ 287,879.90	
University of Memphis	International Research and Research Training	93.989 / 5 R21 TW006545-02	49,320.49	337,200.39
University of Tennessee	National Health Promotion	93.990 / R073223263	\$ 71,840.49	
University of Tennessee	National Health Promotion	93.990 / R073236031	196,932.16	
University of Tennessee	National Health Promotion	93.990 / R073236061	465,357.19	734,129.84
University of Tennessee	Bioterrorism Training and Curriculum Development Program	93.996 / R073204015		378,103.60

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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
East Tennessee State University	Electronic Atlas of Gestational Day 16 Mouse Brain: A Demonstration Project	N.A. / 263-MD-414639-3		48,107.66
University of Tennessee	DHHS/CDC/NIOSH 211-2004-M- 07852 Baker	N.A. / R011373153		4,778.51
Subtotal Direct Programs			\$	68,380,686.50
Passed Through American Nurses Foundation				
University of Tennessee	Maternal and Child Health Federal Consolidated Programs	93.110 / R013011020	\$	1,588.74
Passed Through Southeast Regional Research Group				
University of Tennessee	Maternal and Child Health Federal Consolidated Programs	93.110 / R105210095		(3,144.44)
Passed Through University of North Carolina				
University of Tennessee	Maternal and Child Health Federal Consolidated Programs	93.110 / R011770010	\$	20,670.99
University of Tennessee	Maternal and Child Health Federal Consolidated Programs	93.110 / R073366113		21,151.04
University of Tennessee	Maternal and Child Health Federal Consolidated Programs	93.110 / R073366114		24,001.10
University of Tennessee	Human Genome Research	93.172 / R011322118		60,283.48
University of Tennessee	Centers for Disease Control and Prevention_Investigations and Technical Assistance	93.283 / R073366109	\$	11,858.45
University of Tennessee	Centers for Disease Control and Prevention_Investigations and Technical Assistance	93.283 / R073366115		34,387.15
University of Tennessee	Cancer Biology Research	93.396 / R073003172	\$	58,125.22
University of Tennessee	Cancer Biology Research	93.396 / R073297029		11,497.33
University of Memphis	Heart and Vascular Diseases Research	93.837 / 5-32349		3,858.70
Passed Through University of Connecticut				
East Tennessee State University	Biological Response to Environmental Health Hazards	93.113 / 523105		75,346.08
Passed Through State University of New York				
University of Tennessee	Applied Toxicological Research and Testing	93.114 / R011015093		93,417.76
Passed Through Mississippi State University				
University of Memphis	Oral Diseases and Disorders Research	93.121 / 1030032120401		24,726.00
Passed Through Research Foundation of State University of New York				
University of Tennessee	Oral Diseases and Disorders Research	93.121 / R073650038		13,852.56
Passed Through Spire Corporation				
University of Tennessee	Oral Diseases and Disorders Research	93.121 / R073922041	\$	9,386.20
University of Tennessee	Oral Diseases and Disorders Research	93.121 / R073922043		163,502.97
University of Tennessee	Arthritis, Musculoskeletal and Skin Diseases Research	93.846 / R073922032		44,386.83

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State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Passed Through Kirkwood Community College				
University of Tennessee	NIEHS Hazardous Waste Worker Health and Safety Training	93.142 / R012531125	\$ (7,391.92)	
University of Tennessee	NIEHS Hazardous Waste Worker Health and Safety Training	93.142 / R012531126	5,402.34	
University of Tennessee	NIEHS Hazardous Waste Worker Health and Safety Training	93.142 / R012531127	(281.48)	
University of Tennessee	NIEHS Hazardous Waste Worker Health and Safety Training	93.142 / R012531156	11,323.95	
University of Tennessee	NIEHS Hazardous Waste Worker Health and Safety Training	93.142 / R012531180	62,875.53	71,928.42
Passed Through Thinking Publications				
East Tennessee State University	Research Related to Deafness and Communication Disorders	93.173 / 2R44DC004743		63,798.85
Passed Through University of California				
University of Tennessee	Research on Healthcare Costs, Quality and Outcomes	93.226 / R073227075		0.50
University of Tennessee	National Center for Research Resources	93.389 / R073003180	\$ 277,756.78	
University of Tennessee	National Center for Research Resources	93.389 / R073003204	55,672.67	333,429.45
University of Tennessee	Univ Calif Subcont N01AI15416	N.A. / R073252133		65,835.34
University of Tennessee	Univ Calif Subcont N01AI15416	N.A. / R073252135		30,836.78
Passed Through Wake Forest University				
University of Tennessee	Research on Healthcare Costs, Quality and Outcomes	93.226 / R073237122	\$ 5,732.33	
University of Tennessee	Research on Healthcare Costs, Quality and Outcomes	93.226 / R073237142	44,964.64	50,696.97
University of Memphis	Alcohol Research Programs	93.273 / WFUHS 13155		7,144.79
University of Tennessee	Lung Diseases Research	93.838 / R073621147	\$ (4,624.69)	
University of Tennessee	Lung Diseases Research	93.838 / R073621165	236,093.52	
University of Tennessee	Lung Diseases Research	93.838 / R073621176	60,897.34	292,366.17
Passed Through Johns Hopkins University				
University of Memphis	Mental Health Research Grants	93.242 / 8503960943		1,449.93
University of Memphis	Cancer Control	93.399 / R01 CA039416		160,859.24
Passed Through Northwestern University				
University of Tennessee	Mental Health Research Grants	93.242 / R073003141	\$ (335.92)	
University of Tennessee	Mental Health Research Grants	93.242 / R073003171	691,080.55	690,744.63
University of Tennessee	Cancer Control	93.399 / R070106033	\$ 9,301.28	
University of Tennessee	Cancer Control	93.399 / R073204035	(605.94)	8,695.34
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073003146	\$ (4,141.45)	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073003179	242,847.24	238,705.79
Passed Through University of Illinois at Chicago				
University of Tennessee	Mental Health Research Grants	93.242 / R014030025		6,565.66

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Medical Library Assistance	93.879 / R073279094	\$	(2,090.47)
University of Tennessee	Medical Library Assistance	93.879 / R073279105		(5,290.62)
University of Tennessee	Medical Library Assistance	93.879 / R073279108		80,201.64
Passed Through Colorado State University				
University of Tennessee	Occupational Safety and Health Program	93.262 / R111416074		756.76
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073621150	\$	(1,584.97)
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073621162		285,427.99
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073621180		16,246.36
University of Tennessee	Agricultural Health and Safety Programs	93.956 / R111416057		69,084.44
Passed Through Oregon Health and Science University				
University of Memphis	Alcohol Research Programs	93.273 / GBNEU0139A		16,024.24
Passed Through University of Pittsburgh				
University of Memphis	Alcohol Research Programs	93.273 / 1095231		61,364.97
Passed Through Wake Forest University Health Sciences				
East Tennessee State University	Alcohol Research Programs	93.273 / WFUHS/ETSU-17465		88,938.70
Passed Through Cornell University				
University of Memphis	Drug Abuse and Addiction Research Programs	93.279 / 2 P50 DA07656-11A1		14,033.46
Passed Through University of Washington				
University of Memphis	Drug Abuse and Addiction Research Programs	93.279 / 784780 Mod 3		3,543.73
Passed Through Meharry Medical College				
Tennessee State University	Centers for Disease Control and Prevention_Investigations and Technical Assistance	93.283 / U50/CCU304522-14		9,136.25
Passed Through University of Utah				
University of Tennessee	Discovery and Applied Research for Technological Innovations to Improve Human Health	93.286 / R011024142		48,206.68
University of Tennessee	Child Health and Human Development Extramural Research	93.865 / R073003168	\$	24,860.50
University of Tennessee	Child Health and Human Development Extramural Research	93.865 / R073003196		44,038.01
Passed Through Albert Einstein College of Medicine				
University of Tennessee	Cancer Cause and Prevention Research	93.393 / R073237103		47,061.00
Passed Through GTX, Incorporated				
University of Tennessee	Cancer Treatment Research	93.395 / R073265091		(33,367.97)

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Passed Through H. Lee Moffitt Cancer Center and Research Institute, Incorporated				
East Tennessee State University	Cancer Treatment Research	93.395 / 2004-020		4,434.34
Passed Through National Childhood Cancer Foundation				
East Tennessee State University	Cancer Treatment Research	93.395 / 98543-1033		6,072.55
Passed Through Ohio State University Research Foundation				
University of Tennessee	Cancer Treatment Research	93.395 / R073297026	\$ 19,640.06	
University of Tennessee	Cancer Treatment Research	93.395 / R073297032	7,099.13	26,739.19
University of Tennessee	Diabetes, Endocrinology and Metabolism Research	93.847 / R073621156	\$ 12,712.63	
University of Tennessee	Diabetes, Endocrinology and Metabolism Research	93.847 / R073621170	73,674.96	86,387.59
Passed Through Pediatric Oncology Group/Northwestern University				
East Tennessee State University	Cancer Treatment Research	93.395 / 0600-370-C347-ETSU		3,216.40
Passed Through St. Jude Children's Research				
University of Tennessee	Cancer Treatment Research	93.395 / R073621136		29,818.26
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073228073	\$ 104,798.97	
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073228079	39,481.69	
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073621148	(10,707.88)	
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073621164	122,432.58	256,005.36
Passed Through University of Mississippi				
University of Tennessee	Cancer Centers Support Grants	93.397 / R073226057		17,133.51
Passed Through Cancer Therapy and Research Center Research Foundation				
East Tennessee State University	Cancer Control	93.399 / CA37429		3,003.00
Passed Through Southwest Oncology Group				
University of Tennessee	Cancer Control	93.399 / R105209080	\$ 8,800.09	
University of Tennessee	Cancer Control	93.399 / R105210090	549.99	
University of Tennessee	Cancer Control	93.399 / R105210091	15,918.99	25,269.07
Passed Through University of Kentucky Research Foundation				
East Tennessee State University	Cancer Control	93.399 / 4-72540-05-088		25,935.40
Passed Through Bioinventions, Limited Liability Company				
East Tennessee State University	Heart and Vascular Diseases Research	93.837 / R41HL076925		11,598.48
Passed Through Columbus Children's Research				
University of Tennessee	Lung Diseases Research	93.838 / R073223325		9,863.59
Passed Through University of Michigan				
University of Tennessee	Lung Diseases Research	93.838 / R073341009	\$ 566.10	

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Lung Diseases Research	93.838 / R073621163	70,908.76	71,474.86
Passed Through Wayne State University				
University of Tennessee	Arthritis, Musculoskeletal and Skin Diseases Research	93.846 / R073018121	\$ 32,057.67	
University of Tennessee	Arthritis, Musculoskeletal and Skin Diseases Research	93.846 / R073018140	11,055.79	43,113.46
Passed Through Emory University				
University of Tennessee	Diabetes, Endocrinology and Metabolism Research	93.847 / R073037136		1,459.92
Passed Through Case Western Reserve University				
University of Tennessee	Digestive Diseases and Nutrition Research	93.848 / R073316048		20,026.21
University of Tennessee	Child Health and Human Development Extramural Research	93.865 / R073223274	\$ 88,244.74	
University of Tennessee	Child Health and Human Development Extramural Research	93.865 / R073223321	28,472.55	116,717.29
Passed Through University of Cincinnati				
University of Tennessee	Digestive Diseases and Nutrition Research	93.848 / R073237069		(712.95)
Passed Through University of Medicine and Dentistry of New Jersey				
University of Tennessee	Digestive Diseases and Nutrition Research	93.848 / R073316100		6,233.36
Passed Through Children's Mercy Hospital				
University of Tennessee	Kidney Diseases, Urology and Hematology Research	93.849 / R073223267		1,172.77
Passed Through University of Alabama at Birmingham				
University of Tennessee	Kidney Diseases, Urology and Hematology Research	93.849 / R073223268	\$ 50,441.21	
University of Tennessee	Kidney Diseases, Urology and Hematology Research	93.849 / R073223316	32,475.88	82,917.09
University of Tennessee	Child Health and Human Development Extramural Research	93.865 / R073228071		36,150.40
Passed Through Children's Hospital Research				
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073223324		409.50
Passed Through Neuroscience Toolworks, Incorporated				
East Tennessee State University	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / N44-NS-2-2334		18,476.48
Passed Through University of Maryland				
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073003159	\$ 52,192.34	

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073003189	125,851.58	178,043.92
University of Tennessee	Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs	93.946 / R073228080		43,532.74
Passed Through University of Minnesota				
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073237110		(211.40)
Passed Through University of Rochester				
University of Tennessee	Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853 / R073279053		104.46
Passed Through New York University				
University of Tennessee	Allergy, Immunology and Transplantation Research	93.855 / R073223106		3,687.91
University of Tennessee	New York Univ Subcont DK-56903	N.A. / R073003169		43,333.00
Passed Through University of Iowa				
University of Tennessee	Microbiology and Infectious Diseases Research	93.856 / R073018128		222,633.57
Passed Through Medical University of South Carolina				
East Tennessee State University	Biomedical Research and Research Training	93.859 / 5R01GM027673		16,209.00
Passed Through Molecular Imaging, Incorporated				
University of Tennessee	Biomedical Research and Research Training	93.859 / R011018100		92,093.60
Passed Through Vanderbilt University				
Tennessee State University	Biomedical Research and Research Training	93.859 / 3R01GM055101-07S1	\$ 7,480.20	
University of Tennessee	Biomedical Research and Research Training	93.859 / R011022042	(0.03)	7,480.17
Passed Through University of Texas				
University of Tennessee	Aging Research	93.866 / R073922050		21,080.40
Passed Through University of California at Santa Barbara				
University of Tennessee	Vision Research	93.867 / R073003206		21,020.32
Passed Through Pacific Institute for Research and Evaluation				
University of Memphis	Block Grants for Prevention and Treatment of Substance Abuse	93.959 / GR051705900		20,225.03

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Passed Through Michigan State University			
University of Tennessee	International Research and Research Training	93.989 / R011015113	34,927.84
Passed Through National Cancer Institute of Canada			
University of Tennessee	Natl Cancer Institute-Canada-MAP3	N.A. / R073237127	207,152.87
Subtotal Pass-Through Programs			<u>\$ 5,272,773.28</u>
Subtotal Department of Health and Human Services			<u>\$ 73,653,459.78</u>
Other Financial Assistance			
Tennessee Valley Authority			
Direct Programs			
Middle Tennessee State University	Coal Combustion Byproduct Utilization	N.A. / 00027446: REL# 00001	\$ 531.78
Tennessee Technological University	Collaborative Research between TVA and TTU and Graduate Student Support	N.A. / 00023309-9	13,742.50
Tennessee Technological University	Collect and Analyze Water Quality from the Emory River Watershed	N.A. / 00023309-4-1	9,727.20
Tennessee Technological University	Flexible AC Current Probe	N.A. / 00023309-4-1	9,290.47
Tennessee Technological University	Graduate Student Support in Electrical and Computer Engineering	N.A. / 00023309-3	(1,470.00)
Tennessee Technological University	Manufacturing of Lightweight Aggregate from Fly-ash	N.A. / 00023309-8	29,374.03
Tennessee Technological University	Perform Robotic Inspections of TVA Structures	N.A. / 00023309-6	8,531.19
Tennessee Technological University	Phase III Modification to the Climbing MARGE Robot	N.A. / 00023309-10	3,309.95
University of Tennessee	TVA XRD Analyses Mies	N.A. / R041038002	6,882.87
University of Tennessee	TVA-Release #26 Gangaware	N.A. / R012550096	5,851.47
University of Tennessee	TVA-Release #37 Bell	N.A. / R012540109	235,010.14
University of Tennessee	TVA-Release #38 Boake	N.A. / R011086070	45,608.44
University of Tennessee	TVA-Release #45 Wastewater Mgt-Buchanan	N.A. / R111416039	44,051.02
University of Tennessee	TVA-Release #49 Bienkowski	N.A. / R011322113	30,317.27
University of Tennessee	TVA-Release #58 Webster	N.A. / R012531128	771.05
University of Tennessee	TVA-Release #62 Driskell	N.A. / R011005101	443.42
University of Tennessee	TVA-Release #63 Herrmann	N.A. / R011005103	496.77
University of Tennessee	TVA-Release #64 Barkenbus	N.A. / R012540141	33,271.70
University of Tennessee	TVA-Release #65 Hines	N.A. / R011382106	2,441.47
University of Tennessee	TVA-Release #66 Bullrun Creek-Logan	N.A. / R111416061	4,961.40
University of Tennessee	TVA-Release #69 Herrmann	N.A. / R011007092	284,678.36
University of Tennessee	TVA-Release #70 Herrmann	N.A. / R011007094	10,875.99
University of Tennessee	TVA-Release #71 Reservoirs Impact-Fly	N.A. / R112219166	106,769.29
University of Tennessee	TVA-Release #72 Ruggles	N.A. / R011382109	39,817.61
University of Tennessee	TVA-Release #73 Herrmann	N.A. / R011007095	509.13
University of Tennessee	TVA-Release #76 Doane	N.A. / R012540147	4,675.54
University of Tennessee	TVA-Release #77 Winter Drawdown-Gray	N.A. / R112219176	39,124.94
University of Tennessee	TVA-Release #79 Tankersley	N.A. / R011038109	21,631.38
University of Tennessee	TVA-Release #80 Webster	N.A. / R012539122	19,393.22

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
University of Tennessee	TVA-Release #81 Tanasi Lagoon-Rogers	N.A. / R112615229	1,667.81
University of Tennessee	TVA-Release #82 Driskell	N.A. / R011007111	3,364.32
University of Tennessee	TVA-Release #83 Schwartz	N.A. / R011334137	8,392.72
University of Tennessee	TVA-Release #84 Sichler	N.A. / R011005120	1,535.38
University of Tennessee	TVA-Release #85 Drawdown Responses KY-Gray	N.A. / R112219198	2,570.35
University of Tennessee	TVA-Release #86 Hollenbach	N.A. / R011007119	3,918.94
Subtotal Direct Programs			<u>\$ 1,032,069.12</u>
Passed Through Vanderbilt University			
University of Tennessee	Vanderbilt Univ Sub #15587-S1 Hofmeister	N.A. / R024411022	\$ 3,642.87
Subtotal Pass-Through Programs			<u>\$ 3,642.87</u>
Subtotal Tennessee Valley Authority			<u>\$ 1,035,711.99</u>
Nuclear Regulatory Commission			
Direct Programs			
University of Tennessee	NRC 04-06-066 Stewart	N.A. / R011086136	\$ 87,318.20
University of Tennessee	NRC NRC-04-02-057 Stewart	N.A. / R011086049	16,300.42
Subtotal Nuclear Regulatory Commission			<u>\$ 103,618.62</u>
Subtotal Other Federal Assistance			<u>\$ 1,139,330.61</u>
Total Research and Development Cluster			<u>\$ 162,473,281.31</u>

Student Financial Assistance Cluster

Department of Education

Direct Programs

Austin Peay State University	Federal Supplemental Educational Opportunity Grants	84.007	\$ 262,464.57
Chattanooga State Technical Community College	Federal Supplemental Educational Opportunity Grants	84.007	183,528.75
Cleveland State Community College	Federal Supplemental Educational Opportunity Grants	84.007	47,652.00
Columbia State Community College	Federal Supplemental Educational Opportunity Grants	84.007	208,216.00
Dyersburg State Community College	Federal Supplemental Educational Opportunity Grants	84.007	81,364.60
East Tennessee State University	Federal Supplemental Educational Opportunity Grants	84.007	597,198.00
Jackson State Community College	Federal Supplemental Educational Opportunity Grants	84.007	146,843.25
Middle Tennessee State University	Federal Supplemental Educational Opportunity Grants	84.007	564,400.00
Motlow State Community College	Federal Supplemental Educational Opportunity Grants	84.007	108,876.61
Nashville State Technical Community College	Federal Supplemental Educational Opportunity Grants	84.007	139,984.96
Northeast State Technical Community College	Federal Supplemental Educational Opportunity Grants	84.007	124,737.00

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Pellissippi State Technical Community College	Federal Supplemental Educational Opportunity Grants	84.007	221,720.00	
Roane State Community College	Federal Supplemental Educational Opportunity Grants	84.007	100,389.00	
Southwest Tennessee Community College	Federal Supplemental Educational Opportunity Grants	84.007	443,745.38	
Tennessee State University	Federal Supplemental Educational Opportunity Grants	84.007	1,062,030.66	
Tennessee Technological University	Federal Supplemental Educational Opportunity Grants	84.007	260,024.25	
University of Memphis	Federal Supplemental Educational Opportunity Grants	84.007	628,473.00	
University of Tennessee	Federal Supplemental Educational Opportunity Grants	84.007	1,159,003.86	
Volunteer State Community College	Federal Supplemental Educational Opportunity Grants	84.007	182,604.10	
Walters State Community College	Federal Supplemental Educational Opportunity Grants	84.007	144,207.66	\$ 6,667,463.65
Austin Peay State University	Federal Family Education Loans	84.032	\$ 34,411,229.91	
Chattanooga State Technical Community College	Federal Family Education Loans	84.032	6,846,903.96	
Cleveland State Community College	Federal Family Education Loans	84.032	1,672,493.00	
Dyersburg State Community College	Federal Family Education Loans	84.032	1,657,479.09	
East Tennessee State University	Federal Family Education Loans	84.032	38,544,275.07	
Middle Tennessee State University	Federal Family Education Loans	84.032	66,361,016.31	
Northeast State Technical Community College	Federal Family Education Loans	84.032	2,835,920.07	
Pellissippi State Technical Community College	Federal Family Education Loans	84.032	4,265,098.00	
Roane State Community College	Federal Family Education Loans	84.032	4,017,277.00	
Tennessee State University	Federal Family Education Loans	84.032	45,679,386.75	
Tennessee Technological University	Federal Family Education Loans	84.032	1,293,848.00	
University of Tennessee	Federal Family Education Loans	84.032	162,238,530.72	
Volunteer State Community College	Federal Family Education Loans	84.032	3,778,052.00	
Walters State Community College	Federal Family Education Loans	84.032	2,298,088.90	375,899,598.78
Austin Peay State University	Federal Work-Study Program	84.033	\$ 344,527.53	
Chattanooga State Technical Community College	Federal Work-Study Program	84.033	204,489.15	
Cleveland State Community College	Federal Work-Study Program	84.033	51,596.00	
Columbia State Community College	Federal Work-Study Program	84.033	42,788.50	
Dyersburg State Community College	Federal Work-Study Program	84.033	114,870.22	
East Tennessee State University	Federal Work-Study Program	84.033	756,582.11	
Jackson State Community College	Federal Work-Study Program	84.033	158,321.16	
Middle Tennessee State University	Federal Work-Study Program	84.033	656,616.45	
Motlow State Community College	Federal Work-Study Program	84.033	80,530.51	
Nashville State Technical Community College	Federal Work-Study Program	84.033	105,288.93	
Northeast State Technical Community College	Federal Work-Study Program	84.033	171,993.92	
Pellissippi State Technical Community College	Federal Work-Study Program	84.033	216,146.14	
Roane State Community College	Federal Work-Study Program	84.033	226,505.73	
Southwest Tennessee Community College	Federal Work-Study Program	84.033	347,061.59	
Tennessee State University	Federal Work-Study Program	84.033	1,256,853.96	
Tennessee Technological University	Federal Work-Study Program	84.033	352,397.89	
University of Memphis	Federal Work-Study Program	84.033	936,373.52	

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
University of Tennessee	Federal Work-Study Program	84.033	1,517,083.41	
Volunteer State Community College	Federal Work-Study Program	84.033	41,260.56	
Walters State Community College	Federal Work-Study Program	84.033	<u>213,701.53</u>	7,794,988.81
Austin Peay State University	Federal Perkins Loan Program_Federal Capital Contributions	84.038	\$ 1,354,998.88	
East Tennessee State University	Federal Perkins Loan Program_Federal Capital Contributions	84.038	8,060,710.07	
Jackson State Community College	Federal Perkins Loan Program_Federal Capital Contributions	84.038	109,803.33	
Middle Tennessee State University	Federal Perkins Loan Program_Federal Capital Contributions	84.038	3,155,924.86	
Tennessee State University	Federal Perkins Loan Program_Federal Capital Contributions	84.038	1,932,548.59	
Tennessee Technological University	Federal Perkins Loan Program_Federal Capital Contributions	84.038	2,895,902.79	
University of Memphis	Federal Perkins Loan Program_Federal Capital Contributions	84.038	3,015,573.40	
University of Tennessee	Federal Perkins Loan Program_Federal Capital Contributions	84.038	<u>30,481,727.58</u>	51,007,189.50
Austin Peay State University	Federal Pell Grant Program	84.063	\$ 9,394,104.02	
Chattanooga State Technical Community College	Federal Pell Grant Program	84.063	7,339,812.31	
Cleveland State Community College	Federal Pell Grant Program	84.063	2,645,896.69	
Columbia State Community College	Federal Pell Grant Program	84.063	4,143,179.75	
Dyersburg State Community College	Federal Pell Grant Program	84.063	3,581,926.57	
East Tennessee State University	Federal Pell Grant Program	84.063	8,641,038.13	
Jackson State Community College	Federal Pell Grant Program	84.063	5,810,665.93	
Middle Tennessee State University	Federal Pell Grant Program	84.063	13,946,714.74	
Motlow State Community College	Federal Pell Grant Program	84.063	3,106,300.55	
Nashville State Technical Community College	Federal Pell Grant Program	84.063	6,675,867.98	
Northeast State Technical Community College	Federal Pell Grant Program	84.063	5,401,695.09	
Pellissippi State Technical Community College	Federal Pell Grant Program	84.063	6,252,552.05	
Roane State Community College	Federal Pell Grant Program	84.063	6,231,189.97	
Southwest Tennessee Community College	Federal Pell Grant Program	84.063	17,111,927.57	
Tennessee State University	Federal Pell Grant Program	84.063	10,526,067.00	
Tennessee Technological University	Federal Pell Grant Program	84.063	5,184,152.00	
University of Memphis	Federal Pell Grant Program	84.063	17,061,145.75	
University of Tennessee	Federal Pell Grant Program	84.063	21,740,879.04	
Volunteer State Community College	Federal Pell Grant Program	84.063	4,985,028.00	
Walters State Community College	Federal Pell Grant Program	84.063	<u>6,084,220.65</u>	165,864,363.79
Motlow State Community College	Federal Direct Student Loans	84.268	\$ 976,325.00	
Tennessee State University	Federal Direct Student Loans	84.268	1,547,923.81	
Tennessee Technological University	Federal Direct Student Loans	84.268	18,179,503.00	
University of Memphis	Federal Direct Student Loans	84.268	<u>76,991,355.00</u>	97,695,106.81
Subtotal Department of Education			<u>\$ 704,928,711.34</u>	

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
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Department of Health and Human Services				
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Direct Programs

East Tennessee State University	Health Professions Student Loans,	93.342	\$ 19,353.76	
University of Tennessee	Health Professions Student Loans,	93.342	<u>2,927,608.58</u>	\$ 2,946,962.34
University of Tennessee	Nursing Student Loans	93.364		89,489.42
Middle Tennessee State University	Scholarships for Health Professions Students from Disadvantaged Backgrounds	93.925	\$ 265,450.00	
Tennessee State University	Scholarships for Health Professions Students from Disadvantaged Backgrounds	93.925	261,885.41	
University of Tennessee	Scholarships for Health Professions Students from Disadvantaged Backgrounds	93.925	97,615.00	624,950.41

Subtotal Department of Health and Human Services				<u>\$ 3,661,402.17</u>
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Total Student Financial Assistance Cluster				<u>\$ 708,590,113.51</u>
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Rural Rental Housing Cluster				
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Department of Agriculture				
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Direct Programs

University of Tennessee	Rural Rental Housing Loans	10.415		<u>\$ 4,119.97</u>
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Subtotal Department of Agriculture				<u>\$ 4,119.97</u>
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Total Rural Rental Housing Cluster				<u>\$ 4,119.97</u>
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Food Stamp Cluster				
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Department of Agriculture				
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Direct Programs

Human Services	Food Stamps (Noncash Award)	10.551		\$ 973,153,619.00
Human Services	State Administrative Matching Grants for Food Stamp Program	10.561	\$ 38,698,249.31	
Labor and Workforce Development	State Administrative Matching Grants for Food Stamp Program	10.561	4,286,812.41	42,985,061.72

Subtotal Department of Agriculture				<u>\$ 1,016,138,680.72</u>
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Total Food Stamp Cluster				<u>\$ 1,016,138,680.72</u>
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Child Nutrition Cluster				
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Department of Agriculture				
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Direct Programs

Education	School Breakfast Program	10.553		\$ 48,141,339.18
Agriculture	National School Lunch Program (Noncash Award)	10.555	\$ 20,295,611.00	
Education	National School Lunch Program	10.555	<u>160,567,422.58</u>	180,863,033.58
Education	Special Milk Program for Children	10.556		36,846.54

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Human Services	Summer Food Service Program for Children	10.559	2,850,299.63
Subtotal Department of Agriculture			\$ 231,891,518.93
Total Child Nutrition Cluster			\$ 231,891,518.93
Emergency Food Assistance Cluster			
Department of Agriculture			
Direct Programs			
Agriculture	Emergency Food Assistance Program (Administrative Costs)	10.568	\$ 1,201,155.85
Agriculture	Emergency Food Assistance Program (Food Commodities) (Noncash Award)	10.569	4,486,228.00
Subtotal Department of Agriculture			\$ 5,687,383.85
Total Emergency Food Assistance Cluster			\$ 5,687,383.85
Schools and Roads Cluster			
Department of Agriculture			
Direct Programs			
Finance and Administration	Schools and Roads_Grants to States	10.665	\$ 554,709.15
Subtotal Department of Agriculture			\$ 554,709.15
Total Schools and Roads Cluster			\$ 554,709.15
Public Works and Economic Development Cluster			
Department of Commerce			
Direct Programs			
East Tennessee State University	Grants for Public Works and Economic Development Facilities	11.300	\$ 161,476.04
Subtotal Department of Commerce			\$ 161,476.04
Total Public Works and Economic Development Cluster			\$ 161,476.04
Section 8 Project-Based Cluster			
Department of Housing and Urban Development			
Direct Programs			
Tennessee Housing Development Agency	Section 8 Housing Assistance Payments Program_Special Allocations	14.195	\$ 123,763,167.72

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Subtotal Department of Housing and Urban Development			\$ 123,763,167.72
Total Section 8 Project-Based Cluster			\$ 123,763,167.72
CDBG - Entitlement and (HUD-Administered) Small Cities Cluster			
Department of Housing and Urban Development			
Passed Through City of Memphis			
Tennessee State University	Community Development Block Grants/Entitlement Grants	14.218 / B-05-MC-47-0006	\$ 39,337.47
Tennessee State University	Community Development Block Grants/Entitlement Grants	14.218 / B-06-MC-47-0006	12,934.68
University of Memphis	Community Development Block Grants/Entitlement Grants	14.218 / 20336	10,409.97
University of Memphis	Community Development Block Grants/Entitlement Grants	14.218 / 20339	10,822.81
University of Memphis	Community Development Block Grants/Entitlement Grants	14.218 / 22736	3,185.19
University of Memphis	Community Development Block Grants/Entitlement Grants	14.218 / 22737	409.15
			\$ 77,099.27
Passed Through Johnson City Community Development			
East Tennessee State University	Community Development Block Grants/Entitlement Grants	14.218 / 05-0203	21,985.78
Subtotal Department of Housing and Urban Development			\$ 99,085.05
Total CDBG - Entitlement and (HUD-Administered) Small Cities Cluster			\$ 99,085.05
Fish and Wildlife Cluster			
Department of the Interior			
Direct Programs			
Tennessee Wildlife Resources Agency	Sport Fish Restoration	15.605	\$ 7,111,735.00
Tennessee Wildlife Resources Agency	Wildlife Restoration	15.611	5,700,000.00
Subtotal Department of the Interior			\$ 12,811,735.00
Total Fish and Wildlife Cluster			\$ 12,811,735.00
Employment Service Cluster			
Department of Labor			
Direct Programs			
Labor and Workforce Development	Employment Service/Wagner-Peyser Funded Activities	17.207	\$ 17,542,119.09
Labor and Workforce Development	Disabled Veterans' Outreach Program (DVOP)	17.801	1,500,953.90
Labor and Workforce Development	Local Veterans' Employment Representative Program	17.804	1,795,572.22

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
Subtotal Department of Labor			\$ 20,838,645.21
Total Employment Service Cluster			\$ 20,838,645.21
WIA Cluster			
Department of Labor			
Direct Programs			
Labor and Workforce Development	WIA Adult Program	17.258	\$ 17,686,108.27
Labor and Workforce Development	WIA Youth Activities	17.259	16,749,364.17
Labor and Workforce Development	WIA Dislocated Workers	17.260	<u>17,474,780.92</u>
Subtotal Direct Programs			<u>\$ 51,910,253.36</u>
Passed Through City of Nashville			
Middle Tennessee State University	WIA Adult Program	17.258 / 15502	\$ 20,962.76
Passed Through Southeast Tennessee Development District			
Chattanooga State Technical Community College	WIA Adult Program	17.258 / ADULT	26,170.35
Chattanooga State Technical Community College	WIA Dislocated Workers	17.260 / DSLWKR	18,560.00
Passed Through Upper Cumberland Human Resource Agency			
Volunteer State Community College	WIA Adult Program	17.258 / 06-07-999-600-STATE	\$ 19,777.02
Volunteer State Community College	WIA Adult Program	17.258 / 06-07-999-601-STATE	35,142.06
Volunteer State Community College	WIA Adult Program	17.258 / 06-07-999-602-STATE	<u>7,860.94</u>
			62,780.02
Volunteer State Community College	WIA Youth Activities	17.259 / 06-07-999-600-STATE	\$ 2,636.94
Volunteer State Community College	WIA Youth Activities	17.259 / 06-07-999-601-STATE	4,685.61
Volunteer State Community College	WIA Youth Activities	17.259 / 06-07-999-602-STATE	<u>1,048.12</u>
			8,370.67
Chattanooga State Technical Community College	WIA Dislocated Workers	17.260 / 06-07-999-118-02	\$ 652.00
Volunteer State Community College	WIA Dislocated Workers	17.260 / 06-07-999-600-STATE	3,955.40
Volunteer State Community College	WIA Dislocated Workers	17.260 / 06-07-999-601-STATE	7,028.41
Volunteer State Community College	WIA Dislocated Workers	17.260 / 06-07-999-602-STATE	<u>1,572.19</u>
			13,208.00
Passed Through Southern Union State Community College			
Chattanooga State Technical Community College	WIA Dislocated Workers	17.260 / 55102407	4,293.37
Subtotal Pass-Through Programs			<u>\$ 154,345.17</u>
Subtotal Department of Labor			<u>\$ 52,064,598.53</u>
Total WIA Cluster			<u>\$ 52,064,598.53</u>
Highway Planning and Construction Cluster			
Department of Transportation			
Direct Programs			
Transportation	Highway Planning and Construction	20.205	\$ 705,893,249.42

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
University of Tennessee	Highway Planning and Construction	20.205	154,420.26 \$ 706,047,669.68
Subtotal Direct Programs			\$ 706,047,669.68
Passed Through Construction Technology			
University of Tennessee	Highway Planning and Construction	20.205 / R011334129	\$ 35,457.47
Passed Through Knoxville/Knox County			
University of Tennessee	Highway Planning and Construction	20.205 / R012517211	2,371.40
Subtotal Pass-Through Programs			\$ 37,828.87
Subtotal Department of Transportation			\$ 706,085,498.55
Total Highway Planning and Construction Cluster			\$ 706,085,498.55

Federal Transit Cluster

Department of Transportation

Direct Programs

Transportation	Federal Transit_ Formula Grants	20.507	\$ 116,313.60
Subtotal Department of Transportation			\$ 116,313.60
Total Federal Transit Cluster			\$ 116,313.60

Highway Safety Cluster

Department of Transportation

Direct Programs

Transportation	State and Community Highway Safety	20.600	\$ 12,744,712.91
Transportation	Alcohol Traffic Safety and Drunk	20.601	1,521,381.09
	Driving Prevention Incentive Grants		
Transportation	Occupant Protection	20.602	625,872.09
Transportation	Safety Incentive Grants for Use of	20.604	237,196.35
	Seatbelts		
Transportation	Safety Incentives To Prevent	20.605	9,413,529.80
	Operation Of Motor Vehicles By		
	Intoxicated Persons		
Subtotal Department of Transportation			\$ 24,542,692.24
Total Highway Safety Cluster			\$ 24,542,692.24

Special Education Cluster (IDEA)

Department of Education

Direct Programs

Education	Special Education Grants to States	84.027	\$ 207,428,440.45
Education	Special Education Preschool Grants	84.173	7,227,495.56

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues	
Subtotal Department of Education			\$	214,655,936.01
Total Special Education Cluster (IDEA)			\$	214,655,936.01
TRIO Cluster				
Department of Education				
Direct Programs				
Austin Peay State University	TRIO Student Support Services	84.042	\$	208,714.25
Dyersburg State Community College	TRIO_Student Support Services	84.042		289,589.72
East Tennessee State University	TRIO Student Support Services	84.042		297,080.02
Middle Tennessee State University	TRIO Student Support Services	84.042		263,226.75
Northeast State Technical Community College	TRIO_Student Support Services	84.042		219,445.01
Pellissippi State Technical Community College	TRIO_Student Support Services	84.042		225,521.75
Tennessee State University	TRIO Student Support Services	84.042		258,282.39
University of Memphis	TRIO Student Support Services	84.042		206,673.21
University of Tennessee	TRIO Student Support Services	84.042		838,954.38
Volunteer State Community College	TRIO Student Support Services	84.042	110,794.40	\$ 2,918,281.88
East Tennessee State University	TRIO Talent Search	84.044	\$	247,246.48
Middle Tennessee State University	TRIO Talent Search	84.044		212,219.27
Tennessee State University	TRIO_Talent Search	84.044	253,207.26	712,673.01
Austin Peay State University	TRIO Upward Bound	84.047	\$	902,589.76
Dyersburg State Community College	TRIO_Upward Bound	84.047		279,062.37
East Tennessee State University	TRIO Upward Bound	84.047		959,137.41
Southwest Tennessee Community College	TRIO_Upward Bound	84.047		328,108.13
University of Tennessee	TRIO_Upward Bound	84.047	1,776,282.51	4,245,180.18
Austin Peay State University	TRIO_Educational Opportunity Centers	84.066	\$	303,447.07
East Tennessee State University	TRIO_Educational Opportunity Centers	84.066		206,982.87
Southwest Tennessee Community College	TRIO_Educational Opportunity Centers	84.066		198,362.18
University of Tennessee	TRIO_Educational Opportunity Centers	84.066	691,519.54	1,400,311.66
East Tennessee State University	TRIO_McNair Post-Baccalaureate Achievement	84.217	\$	241,907.80
Middle Tennessee State University	TRIO_McNair Post-Baccalaureate Achievement	84.217		213,047.42
University of Tennessee	TRIO_McNair Post-Baccalaureate Achievement	84.217	572,356.09	1,027,311.31
Subtotal Department of Education			\$	10,303,758.04
Total TRIO Cluster			\$	10,303,758.04

**State of Tennessee
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2006**

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
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Aging Cluster

Department of Health and Human Services
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Direct Programs

Commission on Aging and Disability	Special Programs for the Aging_Title III, Part B_Grants for Supportive Services and Senior Centers	93.044	\$ 7,684,814.00
Commission on Aging and Disability	Special Programs for the Aging_Title III, Part C Nutrition Services	93.045	10,462,813.00
Commission on Aging and Disability	Nutrition Services Incentive Program	93.053	1,987,100.00
Subtotal Department of Health and Human Services			\$ 20,134,727.00
Total Aging Cluster			\$ 20,134,727.00

CCDF Cluster

Department of Health and Human Services
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Direct Programs

Human Services	Child Care and Development Block Grant	93.575	\$ 100,337,901.35
Human Services	Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	71,704,929.78
Subtotal Direct Programs			\$ 172,042,831.13

Passed Through Signal Centers, Incorporated

University of Tennessee	Child Care and Development Block Grant	93.575 / R054136037	\$ 297,365.60
University of Tennessee	Child Care and Development Block Grant	93.575 / R054136044	37,516.79
			\$ 334,882.39

Passed Through United Way of America

University of Tennessee	Child Care and Development Block Grant	93.575 / R011710008	12,273.12
Subtotal Pass-Through Programs			\$ 347,155.51
Subtotal Department of Health and Human Services			\$ 172,389,986.64
Total CCDF Cluster			\$ 172,389,986.64

Medicaid Cluster

Department of Health and Human Services
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Direct Programs

Tennessee Bureau of Investigation Health	State Medicaid Fraud Control Units State Survey and Certification of Health Care Providers and Suppliers	93.775 93.777	\$ 2,397,809.88 7,092,272.27
Finance and Administration	Medical Assistance Program	93.778	\$ 4,381,428,159.32

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

State Grantee Agency	Program Name	CFDA / Other Identifying Number	Disbursement/Issues
University of Tennessee	Medical Assistance Program	93.778	21,745,135.98 4,403,173,295.30
Subtotal Department of Health and Human Services			\$ 4,412,663,377.45
Total Medicaid Cluster			\$ 4,412,663,377.45
Disability Insurance/SSI Cluster			
Social Security Administration			
Direct Programs			
Human Services	Social Security_Disability Insurance	96.001	\$ 49,435,963.70
Subtotal Social Security Administration			\$ 49,435,963.70
Total Disability Insurance/SSI Cluster			\$ 49,435,963.70
Homeland Security Cluster			
Department of Justice			
Direct Programs			
Military	State Domestic Preparedness Equipment Support Program	16.007	\$ 14,660,195.37
Subtotal Department of Justice			\$ 14,660,195.37
Department of Homeland Security			
Direct Programs			
Military	State Domestic Preparedness Equipment Support Program	97.004	\$ 22,119,584.33
Military	Homeland Security Grant Program	97.067	7,246,671.50
Subtotal Department of Homeland Security			\$ 29,366,255.83
Total Homeland Security Cluster			\$ 44,026,451.20
Grand Total Federal Assistance			\$ 10,147,075,359.97

N.A. = Not Available

The accompanying notes are an integral part of this schedule.

State of Tennessee
Notes to the Schedule of Expenditures of Federal Awards
June 30, 2006

NOTE 1. PURPOSE OF THE SCHEDULE

The Single Audit of the State of Tennessee for the year ended June 30, 2006, was conducted in accordance with Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, which requires a disclosure of the financial activities of all federally funded programs. To comply with the circular, the Department of Finance and Administration required each department, agency, and institution that expended direct or pass-through federal funding during the year to prepare a schedule of expenditures of federal awards and reconciliations with both the state's accounting system and grantor financial reports. The schedules for the departments, agencies, and institutions were combined to form the Schedule of Expenditures of Federal Awards for the State of Tennessee. The schedules for the technology centers have been combined with the schedules for their lead institutions.

NOTE 2. BASIS OF ACCOUNTING FOR PRESENTATION OF SCHEDULE

The basis of accounting for the Schedule of Expenditures of Federal Awards is principally the cash basis, except accrued payroll for the pay period June 16 to 30 is treated as cash disbursements for purposes of this schedule.

NOTE 3. UNEMPLOYMENT INSURANCE

State unemployment tax revenues and other payments and revenues are combined with federal funds and used to pay benefits under the Unemployment Insurance (CFDA 17.225) program. The state and federal portions of the total expenditures reported in the Schedule of Expenditures of Federal Awards were \$408,139,651.55 and \$48,878,712.37, respectively.

NOTE 4. LOAN AND LOAN GUARANTEE PROGRAMS

Federal Perkins Loan Program_Federal Capital Contributions (CFDA 84.038); Nurse Faculty Loan Program (NFLP) (CFDA 93.264); Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students (CFDA 93.342); and Nursing Student Loans (CFDA 93.364): Institutions of higher education within the State reporting entity administer these federal student loan programs. Expenditures of federal awards in the accompanying Schedule of Expenditures of Federal Awards include the value of new loans made during the year, the balance of loans from previous years due to federal continuing compliance requirements, and administrative cost allowances.

State of Tennessee
Notes to the Schedule of Expenditures of Federal Awards
June 30, 2006
(continued)

Loan balances outstanding at year-end:

<u>Program</u>	<u>CFDA #</u>	<u>Amount Outstanding</u>
Federal Perkins Loan Program_Federal Capital Contributions	84.038	\$50,993,325.50
Nurse Faculty Loan Program (NFLP)	93.264	\$62,308.00
Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students	93.342	\$2,946,962.34
Nursing Student Loans	93.364	\$89,489.42

Federal Family Education Loans (CFDA 84.032) and Federal Direct Student Loans (CFDA 84.268): The loans under these programs are made by outside lenders to students at institutions of higher education within the State reporting entity. The institutions are responsible for certain administrative requirements for new loans. As a result, the value of loans made during the year and administrative cost allowances are recognized as expenditures of federal awards in the accompanying Schedule of Expenditures of Federal Awards. The balance of loans for previous years is not included because the lender accounts for the prior balances.

The Federal Family Education Loans are insured by the Tennessee Student Assistance Corporation (TSAC), a component unit. At June 30, 2006, the insured loans outstanding totaled \$4,326,323,940.30. Expenditures of the federal award to TSAC for administrative cost allowances and payments on defaulted loans are reported in the unclustered section of the accompanying Schedule of Expenditures of Federal Awards.

Finding Index

<u>Finding Number</u>	<u>Page Number</u>	<u>State Departments, Agencies, and Universities Index</u>	
06-DCS-01	17	DCS	Department of Children’s Service
06-DCS-02	71	DEC	Department of Environment and Conservation
06-DCS-03	63	DFA	Department of Finance and Administration
06-DCS-04	21	DHS	Department of Human Services
06-DEC-01	38	DOE	Department of Education
06-DFA-01	95	DOM	Military Department of Tennessee
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06-DFA-03	101	LWD	Department of Labor and Workforce Development
06-DFA-04	105	TSAC	Tennessee Student Assistance Corporation
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