

Appendix V

List of Changes for the 2003 Compliance Supplement

This Appendix provides a list of changes from the OMB Circular A-133 Compliance Supplement issued in March 2002 to this 2003 Supplement.

Part 1 - Background, Purpose, and Applicability

- Updated for the effective date of this Supplement.
- Updated Federal Audit Clearinghouse phone numbers.

Part 2 - Matrix of Compliance Requirements

- Updated for new programs and changes to existing programs.

Part 3 - Compliance Requirements

- Introduction - Added information concerning program risk from improper payments under Pub. L. No. 107-300.
- B. Allowable Costs Cost Principles - Substantial rewrite of the section to reflect reorganization by individual cost principles circular (A-87, A-21, A-122). Begins with general guidance on allowable costs followed by specific compliance guidance for each of the three cost principles circulars.
 - OMB Circular A-87, "Cost Principles for State, Local, and Indian Tribal Governments" has been clarified to explain the three types of plans or proposals submitted by these entities. Two new compliance requirements for State, local governments, and Indian tribal governments have been added.
 - OMB Circular A-21, "Cost Principles for Educational Institutions" includes the requirement for a Standard Format for Long Form Proposals as a compliance requirement.
 - OMB Circular A-122, "Cost Principles for Non-Profit Organizations" has added language describing the three major types of indirect costs and the three different methods to calculate an indirect cost rate. Language has been added discussing unallowable direct costs under the subsection "Special Compliance Requirements."
- B. Allowable Costs Cost Principles - Substantial rewrite of Exhibits 1 and 2 to combine as a single exhibit (Exhibit 1, Selected Items of Costs). Twenty-seven "Selected Items of Costs" were added to Exhibit 1.

- E. Eligibility - Clarified responsibility when there are split eligibility determination functions. Clarified that required redeterminations of eligibility should also be tested.
- M. Subrecipient Monitoring - Substantial rewrite of the section to clarify compliance requirements, during-the-award monitoring, and suggested audit procedures.

Part 4 - Agency Program Requirements

- Added the following programs:

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20 Department of Transportation (DOT)

20.509 - Formula Grants for Other than Urbanized Areas 4-20.509

84 Department of Education

84.357 - Reading First State Grants 4-84.357

84.365 - English Language Acquisition Grants 4-84.365

84.367 - Improving Teacher Quality State Grants 4-84.367

- USAID Foreign Food Aid Donation Program - Updated "Availability of Other Information," "L.1 Financial Reporting," and "L.2 Performance Reporting."
- CFDA 10.551 and 10.561 - Clarified "II. Program Procedures." Updated citations in "Source of Governing Requirements" and "G.1 Matching." Updated "L. Reporting 3.b."
- CFDA 10.553, 10.555, 10.556, and 10.559 - Clarified "Source of Governing Requirements" and "Availability of Other Information." Updated "N.2 Accountability for Commodities." Added "IV. Other Information."
- CFDA 10.558 - Clarified "II. Program Procedures" in Pricing of Program Meals. Updated "Source of Governing Requirements," "Availability of Program Information," "E.3 Eligibility for Subrecipients," "G.3 Earmarking," and N.1 Accountability for Commodities." Corrected citation in "M. Subrecipient Monitoring." Added "IV. Other Information."
- CFDA 10.566 - Updated "Source of Governing Requirements," "G.1 Matching," "H. Period of Availability of Federal Funds," and "N.1 EBT Reconciliation."
- CFDA 10.570 - Updated "II. Program Procedures." Added "Source of Governing Requirements," and "Availability of Other Information." Updated "N.1 Accountability for Commodities." Added "IV. Other Information."
- CFDA 10.766 - Clarified "Activities Allowed or Unallowed."

- CFDA 11.300 and 11.307 - Added citation in "G.1 Matching." Added "L.3 Special Reporting."
- CFDA 12.401 - Added "Source of Governing Requirements."
- CFDA 14.182, 14.195, 14.856 - Updated "L.3 Special Reporting."
- CFDA 14.218, 14.219 - Clarified "I. Program Objectives," "II. Program Procedures," and "A. Activities Allowed or Unallowed."
- CFDA 14.228 - Updated citation in "I. Program Objectives." Clarified "A. Activities Allowed or Unallowed" and "G.3 Earmarking." Added "G.1 Matching." Corrected citation in "N.1 Environmental Oversight."
- CFDA 14.231 - Clarified "II. Program Procedures." Updated "L.1 Reporting" and added "L.1.e Reporting."
- CFDA 14.238 - Corrected citation in "N.2 Housing Quality Standards."
- CFDA 14.239 - Updated "II. Program Procedures." Added "Source of Governing Requirements" and "Availability of Other Information." Clarified "A. Activities Allowed or Unallowed" and "E.1 Eligibility for Individuals."
- CFDA 14.850 - Updated "II. Program Procedures" and "Source of Governing Requirements." Corrected citations in "E. Eligibility" and "N.1 Public Housing Waiting List."
- CFDA 14.854 - Updated "Availability of Other Program Information."
- CFDA 14.862 - Added "Availability of Other Information." Updated "F. Equipment and Real Property Management."
- CFDA 14.867 - Added "Availability of Other Information."
- CFDA 14.872 - Updated "IV. Other Information."
- Bureau of Indian Affairs Cross-Cutting Section - Updated citation and first payment date for "II. Program Procedures." Added applicability of CFDA 15.042 to "B. Allowable Costs/Costs Principles." Updated citations in "B. Allowable Costs/Cost Principles" and "H. Period of Availability of Federal Funds."
- CFDA 15.042 - Corrected citation in "A. Activities Allowed or Unallowed." Added applicability of Cross-Cutting Section to "B. Allowable Costs/Cost Principles."

- CFDA 16.710 - Updated COPS Internet site in "Availability of Other Program Information." Clarified "G.1 Matching" and "L.2 Performance Reporting."
- CFDA 17.207, 17.801, and 17.804 - Updated for name change from State Employment Security Agency to State Workforce Agency. Added "L.2 Performance Reporting."
- CFDA 17.225 - Updated for name change from State Employment Security Agency to State Workforce Agency. Updated "II. Program Procedures," "Source of Governing Requirements," and "E.1. Eligibility for Individuals."
- CFDA 17.235 - Updated "II. Program Procedures."
- CFDA 17.245 - Updated for name change from State Employment Security Agency to State Workforce Agency. Updated "I. Program Objectives," "II. Program Procedures," and "Source of Governing Requirements." Added "Availability of Other Information." Clarified "A. Activities Allowed or Unallowed." Updated "E.1 Eligibility for Individuals." Added "H. Period of Availability of Federal Funds." Updated "L.3 Special Reporting."
- CFDA 17.247 - CFDA deleted and replaced by 17.264.
- CFDA 17.251 - CFDA deleted and replaced by 17.265.
- CFDA 17.253 - Updated "Availability of Other Information."
- CFDA 17.258 - Corrected "E.1 Eligibility for Individuals" by deleting paragraph titled "Citizenship." Updated "L.2 Performance Reporting" for revised Internet site. Deleted "IV. Other Information."
- CFDA 17.263 - Corrected "E.1 Eligibility for Individuals" by deleting paragraph titled "Citizenship." Deleted "IV. Other Information."
- CFDA 17.264 - CFDA Number changed from 17.247. Corrected "E.1 Eligibility for Individuals" by deleting paragraph titled "Citizenship." Clarified "L.2 Performance Reporting ." Updated "IV. Other Information."
- CFDA 17.265 - CFDA Number changed from 17.251. Corrected "E.1 Eligibility for Individuals" by deleting paragraph titled "Citizenship." Updated "IV. Other Information."
- CFDA 21.020 - Updated "Source of Governing Requirements," "Availability of Other Information," and "L.3 Special Reporting."
- CFDA 45.129 - Updated "II. Availability of Other Program Information."

- CFDA 66.468 - Updated "II. Program Procedures" and "H. Period of Availability of Federal Funds."
- CFDA 81.042 - Updated "Availability of Other Program Information" for revised Internet site. Updated "B. Allowable Costs/Cost Principles," "E.1 Eligibility for Individuals," and "G.3 Earmarking."
- CFDA 83.543 - Updated "Availability of Other Information" for revised Internet site.
- CFDA 83.544 - Updated "Availability of Other Information" for revised Internet site.
- CFDA 83.548 - Updated "II. Program Procedures, Application and Award Period" for regulatory changes published in the February 26, 2002, *Federal Register* (67 FR 8844). Updated "Source of Governing Requirements," "Availability of Other Information," "A. Activities Allowed or Unallowed," and "G.3 Earmarking."
- Department of Education Cross-Cutting Section - Updated references to laws and regulations for changes made by the No Child Left Behind Act of 2001 (Pub. L. No. 107-110). Updated "Introduction," "I. Program Objectives," "II. Program Procedures," "A. Activities Allowed or Unallowed," "B. Allowable Costs/Cost Principles," "C. Cash Management," "G.2 Level of Effort," "G.3 Earmarking," "H. Period of Availability of Federal Funds," "L.1 Financial Reporting," "L.3 Special Reporting," "N. Special Tests and Provisions," and "IV. Other Information." Updated applicable sections for changes in program references to the ED Cross-Cutting Section.
- CFDA 84.002 - Updated "L.1 Financial Reporting" and removed reference to ED Cross-Cutting Section. Added "L.2 Performance Reporting."
- CFDA 84.010 - Updated references to laws for changes made by the No Child Left Behind Act of 2001 (Pub. L. No. 107-110). Updated "E.2 Eligibility for Group of Individuals or Area of Service Delivery" for regulatory changes published in the December 2, 2002, *Federal Register* (67 FR 71735).
- CFDA 84.011 - Clarified "I. Program Objectives." Updated "Source of Governing Requirements." Replaced "N.5 Targeting Funds" with "N.5 Subgrant Process."
- CFDA 84.032 - Updated Internet site in "L.3 Special Reporting." Updated "N.4 Death, Disability, Closed Schools, False Certification, Unpaid Refunds, and Bankruptcy Claims," and "N.6 Collection Efforts." Deleted "N.7 Alternative Collection Efforts" and renumbered subsequent special tests. Updated prior year "N.8" which was renumbered to "N.7 Federal Share of Borrower Payments."

- CFDA 84.041 - Clarified "II. Program Procedures" for Impact Aid payments. Clarified "A.2 Section 8007 - Construction." Updated "L.3 Special Reporting" for 8007(b) funding.
- CFDA 84.042, 84.044, 84.047, 84.066, and 84.217 - Added "Availability of Other Program Information." Updated "A. Activities Allowed or Unallowed," "E.1 Eligibility for Individuals," and "E.3 Earmarking." Updated "L.2 Performance Reporting" key line items.
- CFDA 84.048 - Updated "E.3 Eligibility for Subrecipients" for revised Internet site.
- CFDA 84.186 - Updated references to laws for changes made by the No Child Left Behind Act of 2001 (Pub. L. No. 107-110). Updated "I. Program Objectives," "II. Program Procedures," "Source of Governing Requirements," "A. Activities Allowed or Unallowed," "E.3 Eligibility," "G.3 Earmarking," and "H. Period of Availability of Federal Funds." Updated to show "G.2.2 Level of Effort - Supplement Not Supplant" as applicable with reference to the ED Cross-Cutting Section.
- CFDA 84.276 - CFDA deleted.
- CFDA 84.278 - Deleted Internet site reference in "II. Program Procedures." Deleted reference to "C. Cash Management" in ED Cross-Cutting.
- CFDA 84.281 - Program deleted from this Supplement.
- CFDA 84.282 - Updated "I. Program Objectives," "Source of Governing Requirements," "A. Activities Allowed or Unallowed," "E.3 Eligibility for Subrecipients," and "G.3 Earmarking."
- CFDA 84.287 - Substantial rewrite of the program to reflect the provisions of the No Child Left Behind Act of 2001 (Pub. L. No. 107-110).
- CFDA 84.298 - Substantial rewrite of the program to reflect the provisions of the No Child Left Behind Act of 2001 (Pub. L. No. 107-110).
- CFDA 84.318 - Updated references to laws for changes made by the No Child Left Behind Act of 2001 (Pub. L. No. 107-110). Updated "I. Program Objectives," "II. Program Procedures," "Source of Governing Requirements," "A. Activities Allowed or Unallowed," "G.3 Earmarking," and "H. Period of Availability of Federal Funds."
- CFDA 84.338 - Updated "A. Activities Allowed or Unallowed" and "H. Period of Availability of Funds."
- CFDA 84.340 - Program deleted from this Supplement.

- CFDA 93.044 and 93.045 - Updated "II. Program Procedures," "A. Activities Allowed or Unallowed," "G.1 Matching," "G.3 Earmarking," and "J. Program Income."
- CFDA 93.217 - Updated "J. Program Income" for revised Internet site.
- CFDA 93.224 - Updated "J. Program Income" for revised Internet site.
- CFDA 93.558 - Deleted additional provisions under "C. Cash Management" since they no longer apply as published in the May 10, 2002, *Federal Register* (67 FR 31879). Under "III.. Compliance Requirements" clarified that in some cases subrecipients of States may be responsible for certain compliance requirements.
- CFDA 93.563 - Updated "II. Program Procedures," "L.1 Financial Reporting," and "N.2 Enforcement of Support Obligations."
- CFDA 93.566 - Updated "Availability of Program Information" for revised internet site.
- CFDA 93.575 and 93.596 - Updated "C. Cash Management" and "G.1.b Matching."
- CFDA 93.569 - Updated "E.1. Eligibility" for revised Internet site. Added "L.1 Financial Reporting."
- CFDA 93.658 - Updated "Source of Governing Requirement" and "G.1.a Matching."
- CFDA 93.659 - Updated "Availability of Other Information" for revised Internet site.
- CFDA 93.667 - Corrected "IV. Other Information" concerning transfers into SSBG.
- CFDA 93.767 - Updated "Source of Governing Requirements," "Availability of Other Information," "E.1 Eligibility for Individuals," and "G.3 Earmarking."
- CFDA 93.775, 93.777, and 93.778 - Updated introductory "Note:" concerning program risk from improper payments under Pub. L. 107-300. Updated "II. Program Procedures" and "E.1 Eligibility for Individuals."
- CFDA 93.914 - Updated "L.3 Special Reporting." Deleted "IV. Other Information."
- CFDA 93.958 - Corrected "Part II Matrix" to show "L. Reporting" as applicable for this program.

- CFDA 94.006 - Added "Source of Governing Requirements." Updated "E.1 Eligibility for Individuals" for minimum/maximum living allowances.
- CFDA 94.011 and 94.016 - Added "Source of Governing Requirements." Updated "E. Eligibility," with citation and rate changes. Updated percentage in "G.3 Earmarking." Deleted "L.3 Special Reporting" as these reports are no longer applicable.
- CFDA 96.001 and 96.006 - Updated "L.1 Financial Reporting" for POMS DI citation change.

Part 5 - Clusters of Programs

- Student Financial Aid Cluster - Clarified "II. Program Procedures, FWS (CFDA 84.033)" and "C. Cash Management." Updated "G.1 Matching," "L.1 Financial Reporting," "N.3 Disbursements To Or On Behalf of Students," and "N.5 Student Status Changes."
- Updated list of other clusters for programs included in this Supplement.

Part 6 - Internal Control

- No changes made.

Part 7 - Guidance for Auditing Programs Not Included in This Compliance Supplement

- No changes made.

Appendix I - Federal Programs Excluded from the A-102 Common Rule

- Removed information for 17.246 and 17.250 because these programs have been deleted.

Appendix II - Federal Agency Codification of Certain Governmentwide Grant Requirements

- No changes made.

Appendix III - Federal Agency Contacts for A-133 Audits

- Updated Federal agency contacts.

Appendix IV - Internal Reference Tables

- Updated tables for changes in this Supplement.

Appendix V - List of Changes for the 2003 Compliance Supplement

- Updated this appendix to provide a list of changes from the OMB Circular A-133 Compliance Supplement issued in March 2002 to this 2003 Supplement.

Appendix VI - Other OMB Circular A-133 Advisories

- No changes made.

Appendix VII - SAS 70 Examinations of EBT Service Organizations

- Updated "Background."

Appendix VIII - Compliance Supplement Core Team

- Updated this appendix to recognize contributions of current interagency team responsible for the production of this Supplement.