

STATE OF NEW JERSEY
SINGLE AUDIT REPORT
YEAR ENDED JUNE 30, 2024

**Independent Auditors' Report on the
Schedule of Expenditures of Federal Awards**

**Independent Auditors' Report on Internal Control Over Financial
Reporting and on Compliance and Other Matters Based on an
Audit of the Schedule of Expenditures of Federal Awards
Performed in Accordance with *Government Auditing Standards***

**Independent Auditors' Report on Compliance
for Each Major Federal Program and Report on
Internal Control Over Compliance
Required by the *Uniform Guidance***



CPAs | CONSULTANTS | WEALTH ADVISORS

CLAconnect.com

**STATE OF NEW JERSEY
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2024**

INDEPENDENT AUDITORS' REPORT	1
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	4
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE <i>UNIFORM GUIDANCE</i>	6
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	11
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	22
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	26



INDEPENDENT AUDITORS' REPORT

Governor
State of New Jersey

Report on the Audit of the Schedule of Expenditures of Federal Awards

Opinion

We have audited the accompanying schedule of expenditures of federal awards (the Schedule) of the State of New Jersey for the year ended June 30, 2024, and the related notes to the Schedule.

In our opinion, the Schedule referred to above presents fairly, in all material respects, the expenditures of federal awards of the State of New Jersey for the year ended June 30, 2024, in accordance with the cash basis of accounting described in Note 2.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of the Schedule of Expenditures of Federal Awards section of our report. We are required to be independent of the State of New Jersey and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 2 of the Schedule, which describes the basis of accounting. The Schedule is prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Schedule of Expenditures of Federal Awards

Management is responsible for the preparation and fair presentation of the Schedule in accordance with the cash basis of accounting described in Note 2, and for determining that the cash basis of accounting is an acceptable basis for the preparation of the Schedule in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the Schedule that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibilities for the Audit of the Schedule of Expenditures of Federal Awards

Our objectives are to obtain reasonable assurance about whether the Schedule as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the Schedule.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the Schedule, whether due to fraud, or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the Schedule.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the State of New Jersey's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the Schedule.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Governor
State of New Jersey

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 15, 2024 on our consideration of the State of New Jersey's internal control over financial reporting of the Schedule and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the State of New Jersey's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the State of New Jersey's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Baltimore, Maryland
March 28, 2025



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

Governor
State of New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the schedule of federal awards (the Schedule), and related notes of the State of New Jersey, for the year ended June 30, 2024 and have issued our report thereon dated March 28, 2025.

Our report on the Schedule included an emphasis of matter paragraph describing the basis of accounting described in Note 2 of the Schedule.

Report on Internal Control Over Financial Reporting

In planning and performing our audit, we considered the State of New Jersey's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the Schedule, but not for the purpose of expressing an opinion on the effectiveness of State of New Jersey's internal control. Accordingly, we do not express an opinion on the effectiveness of State of New Jersey's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether State of New Jersey's Schedule is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the Schedule. 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*.

Purpose of this Report

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

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Baltimore, Maryland
March 28, 2025



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

Governor
State of New Jersey

Report on Compliance for Each Major Federal Program

Qualified and Unmodified Opinions

We have audited the State of New Jersey's (the State) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the State's major federal programs for the year ended June 30, 2024. The State's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Summary of Opinions

Major Federal Program/Cluster	Assistance Listing	Type of Opinion
Community Development Block Grants Disaster Recovery (CDBG-DR) Cluster	14.269, 14.272	Qualified
WIOA Cluster	17.258, 17.259, 17.278	Qualified
Coronavirus Capital Projects Fund	21.029	Qualified
Temporary Assistance for Needy Families	93.558	Qualified
CCDF Cluster	93.575, 93.596	Qualified
Opioid STR	93.788	Qualified
Block Grants for Prevention and Treatment of Substance Abuse	93.959	Qualified
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	Qualified
SNAP Cluster	10.551, 10.561	Unmodified
Housing Voucher Cluster	14.871, 14.879	Unmodified
Unemployment Insurance	17.225	Unmodified
Highway Planning and Construction	20.205	Unmodified
Emergency Rental Assistance	21.023	Unmodified
Coronavirus State and Local Fiscal Recovery Funds	21.027	Unmodified
Supporting Effective Instruction State Grants	84.367	Unmodified
Aging Cluster	93.044, 93.045, 93.053	Unmodified
Immunization Cooperative Agreements	93.268	Unmodified

Major Federal Program/Cluster	Assistance Listing	Type of Opinion
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	Unmodified
Child Support Services	93.563	Unmodified
Low-Income Home Energy Assistance	93.568	Unmodified
Title IV-E Foster Care	93.658	Unmodified
Adoption Assistance	93.659	Unmodified
Medicaid Cluster	93.775, 93.777, 93.778	Unmodified

Qualified Opinions on Certain Major Federal Programs Identified in the Preceding Table

In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section of our report, the State complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the identified programs for the year ended June 30, 2024.

Unmodified Opinion on Each of the Other Major Federal Programs Identified in the Preceding Table

In our opinion, the State complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2024.

Basis for Qualified and Unmodified Opinions

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the State and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified and unmodified opinions on compliance for each major federal program. Our audit does not provide a legal determination of the State's compliance with the compliance requirements referred to above.

Matters Giving Rise to Qualified Opinions on Certain Major Federal Programs

As described in the accompanying schedule of findings and questioned costs, the State did not comply with requirements regarding the following:

Program	Assistance Listing	Noncompliance	Finding Number
Community Development Block Grants Disaster Recovery (CDBG-DR) Cluster	14.269, 14.272	Reporting - FFATA	2024-001
WIOA Cluster	17.258, 17.259, 17.278	Reporting – FFATA	2024-005
Coronavirus Capital Projects Fund	21.029	Reporting – FFATA	2024-007
Temporary Assistance for Needy Families	93.558	Reporting – FFATA	2024-009
CCDF Cluster	93.575, 93.596	Reporting – FFATA	2024-011
Opioid STR	93.788	Reporting – FFATA	2024-013
Block Grants for Prevention and Treatment of Substance Abuse	93.959	Reporting – FFATA	2024-015
Disaster Grants – Public Assistance (Presidentially Declared Disasters)	97.036	Reporting – FFATA	2024-016

Compliance with such requirements is necessary, in our opinion, for the State to comply with the requirements applicable to that program.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the State's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the State's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually

or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the State's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the State's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the State's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the State's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed other instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2024-002, 2024-003, 2024-004, 2024-006, 2024-008, 2024-010, 2024-012, and 2024-014. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the State's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The State's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.


A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2024-001, 2024-005, 2024-007, 2024-009, 2024-011, 2024-013, 2024-015, 2024-016 to be material weaknesses.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2024-002, 2024-003, 2024-004, 2024-006, 2024-008, 2024-010, 2024-012, and 2024-014 to be significant deficiencies.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the State's response to internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The State's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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



CliftonLarsonAllen LLP

Baltimore, Maryland
March 28, 2025

**STATE OF NEW JERSEY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2024**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Federal Expenditures	Passed Through to Subrecipients
U.S. Department of Agriculture			
COVID-19 - Plant and Animal Disease, Pest Control, and Animal Care	10.025	\$ 11,000	\$ -
Plant and Animal Disease, Pest Control, and Animal Care		<u>1,957,534</u>	<u>-</u>
Total Plant and Animal Disease, Pest Control, and Animal Care	10.025	1,968,534	-
Market Protection and Promotion	10.163	121,173	-
Specialty Crop Block Grant Program - Farm Bill	10.170	1,186,931	492,439
Organic Certification Cost Share Programs	10.171	68,575	-
COVID-19 - Pandemic Relief Activities: Farm and Food Worker Relief Grant Program	10.181	7,520	-
Pandemic Relief Activities: Local Food Purchase Agreements with States, Tribes, and Local Gover	10.182	3,637,500	3,637,500
Local Food for Schools Cooperative Agreement Program	10.185	1,743,178	1,743,178
The Emergency Food Assistance Program (TEFAP) Commodity Credit Corporation Eligible Recipi	10.187	1,308,000	1,308,000
State Mediation Grants	10.435	18,116	-
Child Nutrition-Technology Innovation Grant	10.541	361,757	-
COVID-19 - Pandemic EBT Food Benefits	10.542	60,465,801	-
<i>SNAP Cluster:</i>			
Supplemental Nutrition Assistance Program	10.551	1,914,909,998	-
COVID-19 - State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	137,823	137,823
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program		166,658,210	12,976,163
Total State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	<u>166,796,033</u>	<u>13,113,986</u>
Total SNAP Cluster		2,081,706,031	13,113,986
<i>Child Nutrition Cluster:</i>			
School Breakfast Program	10.553	123,879,151	123,879,151
COVID-19 - National School Lunch Program	10.555	30,232,425	30,232,425
National School Lunch Program		<u>334,466,823</u>	<u>334,466,823</u>
Total National School Lunch Program	10.555	364,699,248	364,699,248
Special Milk Program for Children	10.556	97,356	97,356
Summer Food Service Program for Children	10.559	18,481,342	17,002,083
Fresh Fruit and Vegetable Program	10.582	<u>5,663,380</u>	<u>5,596,675</u>
Total Child Nutrition Cluster		512,820,477	511,274,513
COVID-19 - WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	686,142	258,204
WIC Special Supplemental Nutrition Program for Women, Infants, and Children		<u>198,633,941</u>	<u>31,516,851</u>
Total WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	199,320,083	31,775,055
Child and Adult Care Food Program	10.558	112,369,056	111,076,705
State Administrative Expenses for Child Nutrition	10.560	8,584,014	-
<i>Food Distribution Cluster:</i>			
Commodity Supplemental Food Program	10.565	265,228	230,063
COVID-19 - Emergency Food Assistance Program (Administrative Costs)	10.568	509,500	509,500
Emergency Food Assistance Program (Administrative Costs)		<u>5,032,921</u>	<u>3,600,244</u>
Total Emergency Food Assistance Program (Administrative Costs)	10.568	5,542,421	4,109,744
Emergency Food Assistance Program (Food Commodities)	10.569	<u>42,770,801</u>	<u>-</u>
Total Food Distribution Cluster		48,578,450	4,339,807
WIC Farmers' Market Nutrition Program (FMNP)	10.572	683,330	23,098
COVID-19 - Senior Farmers Market Nutrition Program	10.576	427,976	665
Senior Farmers Market Nutrition Program		<u>997,574</u>	<u>55,551</u>
Total Senior Farmers Market Nutrition Program	10.576	1,425,550	56,216
SNAP Partnership Grant	10.577	76,541	76,541
WIC Grants To States (WGS)	10.578	28,243	28,243
COVID-19 - Child Nutrition Discretionary Grants Limited Availability	10.579	828,651	828,651
Child Nutrition Discretionary Grants Limited Availability		<u>662,481</u>	<u>662,481</u>
Total Child Nutrition Discretionary Grants Limited Availability	10.579	1,491,132	1,491,132

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**STATE OF NEW JERSEY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2024**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Federal Expenditures	Passed Through to Subrecipients
U.S. Department of Agriculture (Continued)			
COVID-19 - Farm to School State Formula Grant	10.645	\$ 81,820	\$ -
Summer Electronic Benefit Transfer Program for Children	10.646	27,247,432	27,247,432
COVID-19 - Pandemic EBT Administrative Costs	10.649	1,549,792	822,458
Cooperative Forestry Assistance	10.664	863,148	-
Forest Health Protection	10.680	328,810	-
State & Private Forestry Cooperative Fire Assistance	10.698	391,027	244,740
Infrastructure Investment and Jobs Act Community Wildfire Defense Grants	10.720	39,922	-
Inflation Reduction Act Urban & Community Forestry Program	10.727	49,382	-
Environmental Quality Incentives Program	10.912	46,901	46,901
Total U.S. Department of Agriculture		3,068,568,226	708,797,944
U.S. Department of Commerce			
State Digital Equity Planning and Capacity Grant	11.032	1,176,741	-
Broadband Equity, Access, and Deployment Program	11.035	1,371,490	-
COVID-19 - Economic Adjustment Assistance	11.307	5,144,197	-
Interjurisdictional Fisheries Act of 1986	11.407	141,515	-
Coastal Zone Management Administration Awards	11.419	4,957,487	132,895
Cooperative Fishery Statistics	11.434	582,343	-
Regional Fishery Management Councils	11.441	682,127	133,725
COVID-19 - Unallied Management Projects	11.454	849,822	-
Office for Coastal Management	11.473	29,995	-
Atlantic Coastal Fisheries Cooperative Management Act	11.474	31,182	-
Total U.S. Department of Commerce		14,966,899	266,620
U.S. Department of Defense			
Military Construction, National Guard	12.400	722,192	-
National Guard Military Operations and Maintenance (O&M) Projects	12.401	40,371,610	-
National Guard ChalleNGe Program	12.404	3,778,067	-
Contractual Agreements from the Federal Government	12.CON	217,453	-
Total U.S. Department of Defense		45,089,322	-
U.S. Department of Housing and Urban Development			
COVID-19 - Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	8,501,060	8,317,295
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii		24,916,203	10,568,102
Total Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	33,417,263	18,885,397
COVID-19 - Emergency Solutions Grant Program	14.231	11,575,656	9,616,892
Emergency Solutions Grant Program		3,247,392	3,232,427
Total Emergency Solutions Grant Program	14.231	14,823,048	12,849,319
Supportive Housing Program	14.235	1,411,641	-
Home Investment Partnerships Program	14.239	5,632,028	914,331
Housing Opportunities for Persons with AIDS	14.241	718,553	718,553
Continuum of Care Program	14.267	1,609,829	-
CDBG-Disaster Recovery Grants-Pub. L No. 113-2 Cluster:			
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR)	14.269	59,538,562	25,865,396
National Disaster Resilience Competition	14.272	1,432,739	62,092
Total CDBG-Disaster Recovery Grants-Pub. L No. 113-2 Cluster		60,971,301	25,927,488
Housing Trust Fund	14.275	8,374,086	7,378,654
Section 8 Project-Based Cluster:			
Lower Income Housing Assistance Program Section 8 Moderate Rehabilitation	14.856	4,434,652	-
Total Section 8 Project-Based Cluster		4,434,652	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

STATE OF NEW JERSEY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Federal Expenditures	Passed Through to Subrecipients
U.S. Department of Housing and Urban Development (Continued)			
<i>Housing Voucher Cluster:</i>			
COVID-19 - Section 8 Housing Choice Vouchers	14.871	\$ 16,727,459	\$ 3,355
Section 8 Housing Choice Vouchers		350,293,248	-
Total Section 8 Housing Choice Vouchers	14.871	367,020,707	3,355
Mainstream Vouchers	14.879	2,373,373	-
Total Housing Voucher Cluster		369,394,080	3,355
Family Self-Sufficiency Program	14.896	56,407	-
Lead Hazard Reduction Grant Program	14.900	390,747	376,438
Total U.S. Department of Housing and Urban Development		501,233,635	67,053,535
U.S. Department of the Interior			
<i>Fish and Wildlife Cluster:</i>			
Sport Fish Restoration	15.605	1,925,439	-
Wildlife Restoration and Basic Hunter Education and Safety	15.611	10,146,504	35,000
Total Fish and Wildlife Cluster		12,071,943	35,000
Fish and Wildlife Management Assistance	15.608	8,554	-
Coastal Wetlands Planning, Protection and Restoration	15.614	865,348	-
Cooperative Endangered Species Conservation Fund	15.615	159,826	-
Clean Vessel Act	15.616	290,048	185,452
State Wildlife Grants	15.634	924,428	-
National Cooperative Geologic Mapping	15.810	201,247	-
National Geological and Geophysical Data Preservation	15.814	51,438	-
Historic Preservation Fund Grants-In-Aid	15.904	24,662	-
Outdoor Recreation Acquisition, Development and Planning	15.916	1,334,945	-
Total U.S. Department of the Interior		15,932,439	220,452
U.S. Department of Justice			
Missing Alzheimer's Disease Patient Assistance Program	16.015	164,204	-
Sexual Assault Services Formula Program	16.017	723,019	721,519
COVID-19 - Coronavirus Emergency Supplemental Funding Program	16.034	340,364	4,590
Equal Employment Opportunity	16.101	87,950	-
Juvenile Justice and Delinquency Prevention	16.540	668,881	649,271
Missing Children's Assistance	16.543	824,293	-
National Criminal History Improvement Program (NCHIP)	16.554	1,421	-
Crime Victim Assistance	16.575	37,441,349	33,859,630
Crime Victim Compensation	16.576	4,243,668	1,906,140
Violence Against Women Formula Grants	16.588	3,903,647	2,891,555
Residential Substance Abuse Treatment for State Prisoners	16.593	750	-
State Criminal Alien Assistance Program	16.606	5,213,398	-
Public Safety Partnership and Community Policing Grants	16.710	5,320,388	265,504
PREA Program: Strategic Support for PREA Implementation	16.735	64,594	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	7,179,201	5,459,831
DNA Backlog Reduction Program	16.741	730,726	-
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	649,630	32,189
Criminal and Juvenile Justice and Mental Health Collaboration Program	16.745	15,250	15,250
Support for Adam Walsh Act Implementation Grant Program	16.750	188,720	-
Economic, High-Tech, and Cyber Crime Prevention	16.752	64,076	-
Harold Rogers Prescription Drug Monitoring Program	16.754	1,495,333	-
Second Chance Act Reentry Initiative	16.812	27,642	-
John R. Justice Prosecutors and Defenders Incentive Act	16.816	108,278	-
Postconviction Testing of DNA Evidence	16.820	59,707	-
Children of Incarcerated Parents	16.831	38,836	33,341
National Sexual Assault Kit Initiative	16.833	303,556	-
Body Worn Camera Policy and Implementation	16.835	2,022,345	-
Comprehensive Opioid, Stimulant, and other Substances Use Program	16.838	3,634,576	3,562,482
STOP School Violence	16.839	487,344	13,246
Combating Contraband Cell Phone Use in Prisons	16.844	281,267	-
Contractual Agreements from the Federal Government	16.CON	119,667	-
Total U.S. Department of Justice		76,404,080	49,414,548

See accompanying Notes to Schedule of Expenditures of Federal Awards.

STATE OF NEW JERSEY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Federal Expenditures	Passed Through to Subrecipients
U.S. Department of Labor			
Labor Force Statistics	17.002	\$ 1,835,365	\$ -
Compensation and Working Conditions	17.005	364,972	-
<i>Employment Services Cluster:</i>			
Employment Service/Wagner-Peyser Funded Activities	17.207	18,726,459	-
Jobs for Veterans State Grants	17.801	3,451,636	-
<i>Total Employment Services Cluster</i>		22,178,095	-
Local Veterans' Employment Representative Program	17.804	921,653	-
COVID-19 - Unemployment Insurance	17.225	33,605,201	266,745
Unemployment Insurance		2,772,110,809	-
<i>Total Unemployment Insurance</i>	17.225	2,805,716,010	266,745
Senior Community Service Employment Program	17.235	2,180,467	-
Trade Adjustment Assistance	17.245	2,548,026	-
<i>WIOA Cluster:</i>			
WIOA Adult Program	17.258	33,460,737	24,922,030
WIOA Youth Activities	17.259	24,077,852	23,092,848
WIOA Dislocated Worker Formula Grants	17.278	27,289,298	18,876,200
<i>Total WIOA Cluster</i>		84,827,887	66,891,078
Workforce Data Quality Initiative (WDQI)	17.261	84,653	84,653
Work Opportunity Tax Credit Program (WOTC)	17.271	532,795	-
Temporary Labor Certification for Foreign Workers	17.273	470,414	-
Registered Apprenticeship	17.285	836,038	2,760
Occupational Safety and Health State Program	17.503	2,633,547	-
Consultation Agreements	17.504	2,017,088	-
Mine Health and Safety Grants	17.600	99,584	-
Total U.S. Department of Labor		2,927,246,594	67,245,236
U.S. Department of Transportation			
COVID-19 - Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	3,419	-
Airport Improvement Program		986,745	-
<i>Total Airport Improvement Program, COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs</i>	20.106	990,164	-
COVID-19 - Highway Planning and Construction	20.205	57,887,543	-
Highway Planning and Construction		1,116,871,908	130,958,113
<i>Total Highway Planning and Construction</i>	20.205	1,174,759,451	130,958,113
<i>FMCSA Cluster:</i>			
Motor Carrier Safety Assistance	20.218	10,967,163	-
Motor Carrier Safety Assistance High Priority Activities Grants and Cooperative Agreements	20.237	409,779	-
<i>Total FMCSA Cluster</i>		11,376,942	-
Recreational Trails Program	20.219	1,745,328	-
Commercial Driver's License Program Implementation Grant	20.232	866,118	-
Rail Fixed Guideway Public Transportation System State Safety Oversight Formula Grant Program	20.528	1,089,791	-
National Highway Traffic Safety Administration (NHTSA) Discretionary Safety Grants and Cooperative Agreements	20.614	148,340	-
<i>Highway Safety Cluster:</i>			
State and Community Highway Safety	20.600	8,684,720	5,333,265
National Priority Safety Programs	20.616	11,021,031	5,818,591
<i>Total Highway Safety Cluster</i>		19,705,751	11,151,856
Pipeline Safety Program State Base Grant	20.700	1,029,441	-
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	535,593	154,111
Strengthening Mobility and Revolutionizing Transportation (SMART) Grants Program	20.941	106,184	-
Total U.S. Department of Transportation		1,212,353,103	142,264,080

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**STATE OF NEW JERSEY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Federal Expenditures	Passed Through to Subrecipients
U.S. Department of Transportation (Continued)			
U.S. Department of the Treasury			
COVID-19 - Emergency Rental Assistance Program	21.023	\$ 83,177,349	\$ -
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	1,021,733,195	592,625,721
COVID-19 - Coronavirus Capital Projects Fund	21.029	57,625,660	57,542,492
Total U.S. Department of the Treasury		1,162,536,204	650,168,213
National Endowment for the Arts			
Promotion of the Arts Partnership Agreements	45.025	967,454	255,899
Total National Endowment for the Arts		967,454	255,899
Small Business Administration			
State Trade Expansion	59.061	996,933	835,866
Total Small Business Administration		996,933	835,866
Department of Veterans Affairs			
COVID-19 - Grants to States for Construction of State Home Facilities	64.005	1,168,566	-
Veterans State Nursing Home Care	64.015	36,403,246	-
Burial Expenses Allowance for Veterans	64.101	1,323,575	-
Vocational and Educational Counseling for Servicemembers and Veterans	64.125	649,216	-
Veterans Cemetery Grants Program	64.203	3,979,339	-
Total U.S. Department of Veterans Affairs		43,523,942	-
U.S. Environmental Protection Agency			
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	66.034	691,451	-
Diesel Emissions Reduction Act (DERA) State Grants	66.040	36,397	36,397
Climate Pollution Reduction Grants	66.046	124,312	-
Water Infrastructure Improvements for the Nation Small and Underserved Communities Emerging Contaminants Grant Program	66.442	98,289	98,289
Voluntary School and Child Care Lead Testing and Reduction Grant Program (SDWA 1464(d))	66.444	2,975	-
Water Quality Management Planning	66.454	452,099	452,099
Clean Water State Revolving Fund	66.458	56,501,330	52,749,704
Nonpoint Source Implementation Grants	66.460	86,763	-
Regional Wetland Program Development Grants	66.461	16,543	-
Drinking Water State Revolving Fund	66.468	20,572,401	18,132,038
Beach Monitoring and Notification Program Implementation Grants	66.472	253,036	251,550
Performance Partnership Grants	66.605	17,043,116	2,250,965
Toxic Substances Compliance Monitoring Cooperative Agreements	66.701	59,001	-
TSCA Title IV State Lead Grants Certification of Lead-Based Paint Professionals	66.707	286,239	-
Pollution Prevention Grants Program	66.708	1,742	-
Superfund State, Political Subdivision, and Indian Tribe Site-Specific Cooperative Agreements	66.802	808,181	-
Underground Storage Tank (UST) Prevention, Detection, and Compliance Program	66.804	1,098,281	-
Leaking Underground Storage Tank Trust Fund Corrective Action Program	66.805	1,805,748	-
Superfund State and Indian Tribe Core Program Cooperative Agreements	66.809	22,500	-
State and Tribal Response Program Grants	66.817	1,470,601	-
Total U.S. Environmental Protection Agency		101,431,005	73,971,042
U.S. Department of Energy			
State Energy Program	81.041	787,250	40,221
Weatherization Assistance for Low-Income Persons	81.042	8,416,483	6,598,574
Total U.S. Department of Energy		9,203,733	6,638,795
U.S. Department of Education			
Adult Education - Basic Grants to States	84.002	17,528,603	15,307,054
Title I Grants to Local Educational Agencies	84.010	434,211,234	430,253,926
Migrant Education State Grant Program	84.011	2,925,229	2,750,182
Title I State Agency Program for Neglected and Delinquent Children and Youth	84.013	1,313,500	127,266

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**STATE OF NEW JERSEY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Federal Expenditures	Passed Through to Subrecipients
U.S. Department of Education (continued)			
<i>Special Education Cluster (IDEA):</i>			
COVID-19 - Special Education Grants to States	84.027	\$ 18,024,512	\$ 18,023,525
Special Education Grants to States		442,643,539	411,578,790
Total Special Education Grants to States	84.027	460,668,051	429,602,315
COVID-19 - Special Education Preschool Grants	84.173	1,724,112	1,724,027
Special Education Preschool Grants		13,914,362	13,656,447
Total Special Education Preschool Grants	84.173	15,638,474	15,380,474
Total Special Education Cluster		476,306,525	444,982,789
Career and Technical Education -- Basic Grants to States	84.048	28,656,578	26,296,971
Rehabilitation Services Vocational Rehabilitation Grants to States	84.126	53,837,657	13,461,481
Migrant Education Coordination Program	84.144	49,428	-
Rehabilitation Services Independent Living Services for Older Individuals Who are Blind	84.177	800,025	713,514
COVID-19 - Special Education-Grants for Infants and Families	84.181	2,233,235	1,942,906
Special Education-Grants for Infants and Families		8,567,947	4,786,914
Total Special Education-Grants for Infants and Families	84.181	10,801,182	6,729,820
School Safety National Activities	84.184	1,364,537	1,189,845
Supported Employment Services for Individuals with the Most Significant Disabilities	84.187	236,997	-
Education for Homeless Children and Youth	84.196	1,817,621	1,515,536
Twenty-First Century Community Learning Centers	84.287	29,556,817	28,277,040
Special Education - State Personnel Development	84.323	907,671	-
Gaining Early Awareness and Readiness for Undergraduate Programs	84.334	4,820,064	3,570,198
Rural Education	84.358	52,452	50,454
English Language Acquisition State Grants	84.365	26,313,989	25,314,350
Supporting Effective Instruction State Grants	84.367	46,431,037	44,669,724
Grants for State Assessments and Related Activities	84.369	8,143,635	-
Statewide Longitudinal Data Systems	84.372	368,431	-
Disability Innovation Fund (DIF)	84.421	36,112	-
Student Support and Academic Enrichment Program	84.424	34,951,669	33,559,173
Education Stabilization Fund:			
COVID-19 - Governor's Emergency Education Relief (GEER) Fund	84.425C	45,788	-
COVID-19 - Elementary and Secondary School Emergency Relief (ESSER) Fund	84.425D	232,843,695	229,845,598
COVID-19 - Coronavirus Response and Relief Supplemental Appropriations Act, 2021-Emergency Assistance to Non-Public Schools (CRRSA EANS)	84.425R	12,066,932	-
COVID-19 - American Rescue Plan - Elementary and Secondary School Emergency Relief (ARP ESSER)	84.425U	1,177,388,160	1,170,396,571
COVID-19 - American Rescue Plan - Emergency Assistance to Non-Public Schools (ARP EANS)	84.425V	33,061,877	6,044,883
COVID-19 - American Rescue Plan Elementary and Secondary School Emergency Relief -- Homeless Children and Youth (ARP-HCY)	84.425W	7,065,423	6,579,261
Total Education Stabilization Fund	84.425	1,462,471,875	1,412,866,313
Contractual Agreements from the Federal Government	84.CON	232,999	-
Total U.S. Department of Education		2,644,135,867	2,491,635,636
U.S. Election Assistance Commission			
HAVA Election Security Grants	90.404	4,802,273	254,289
Total U.S. Election Assistance Commission		4,802,273	254,289
U.S. Department of Health and Human Services			
Medical Reserve Corps Small Grant Program	93.008	196,672	36,425
Special Programs for the Aging, Title VII, Chapter 3, Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	143,234	-
Special Programs for the Aging, Title VII, Chapter 2, Long Term Care Ombudsman Services for Older Individuals	93.042	583,113	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

STATE OF NEW JERSEY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Federal Expenditures	Passed Through to Subrecipients
COVID-19 - Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	\$ 154,323	\$ 154,323
Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services		443,651	443,651
Total Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	<u>597,974</u>	<u>597,974</u>
<i>Aging Cluster:</i>			
COVID-19 - Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	2,147,429	2,147,429
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers		<u>9,775,252</u>	<u>9,775,252</u>
Total Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	11,922,681	11,922,681
<i>Aging Cluster (continued):</i>			
COVID-19 - Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	3,157,642	3,112,395
Special Programs for the Aging, Title III, Part C, Nutrition Services		<u>20,568,697</u>	<u>18,551,657</u>
Total Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	23,726,339	21,664,052
Nutrition Services Incentive Program	93.053	<u>3,001,102</u>	<u>3,001,102</u>
Total Aging Cluster		38,650,122	36,587,835
COVID-19 - Special Programs for the Aging, Title IV, and Title II, Discretionary Projects	93.048	30,879	30,879
COVID-19 - National Family Caregiver Support, Title III, Part E	93.052	480,893	480,893
National Family Caregiver Support, Title III, Part E		<u>4,130,441</u>	<u>3,647,506</u>
Total National Family Caregiver Support, Title III, Part E	93.052	4,611,334	4,128,399
Public Health Emergency Preparedness	93.069	18,792,918	7,612,665
Environmental Public Health and Emergency Response	93.070	1,578,956	6,923
Medicare Enrollment Assistance Program	93.071	472,024	376,009
Birth Defects and Developmental Disabilities - Prevention and Surveillance	93.073	371,110	-
Cooperative Agreements to Promote Adolescent Health through School-Based HIV/STD Prevention and School-Based Surveillance	93.079	143,917	-
Blood Disorder Program: Prevention, Surveillance, and Research	93.080	19,752	-
Guardianship Assistance	93.090	7,295,858	-
Affordable Care Act (ACA) Personal Responsibility Education Program	93.092	1,449,832	1,316,430
<i>Hurricane Sandy Relief Cluster:</i>			
HHS Programs for Disaster Relief Appropriations Act - Non Construction	93.095	<u>118</u>	<u>118</u>
Total Hurricane Sandy Relief Cluster		118	118
Food and Drug Administration Research	93.103	1,773,745	114,000
Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)	93.104	116,556	15,417
Maternal and Child Health Federal Consolidated Programs	93.110	2,422,519	793,781
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	3,239,211	1,789,181
Emergency Medical Services for Children	93.127	173,133	67,000
Cooperative Agreements to States/Territories for the Coordination and Development of Primary Care Offices	93.130	291,141	-
Injury Prevention and Control Research and State and Community Based Programs	93.136	8,361,284	3,306,893
NIEHS Hazardous Waste Worker Health and Safety Training	93.142	106,328	-
Projects for Assistance in Transition from Homelessness (PATH)	93.150	2,717,271	2,619,086
Coordinated Services and Access to Research for Women, Infants, Children, and Youth	93.153	2,057,373	1,930,302
Grants to States for Loan Repayment	93.165	85,055	-
Childhood Lead Poisoning Prevention Projects, State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children	93.197	563,658	-
COVID-19 - Traumatic Brain Injury State Demonstration Grant Program	93.234	54,969	54,969
Traumatic Brain Injury State Demonstration Grant Program		<u>182,349</u>	<u>124,660</u>
Total Traumatic Brain Injury State Demonstration Grant Program	93.234	237,318	179,629
Title V State Sexual Risk Avoidance Education (Title V State SRAE) Program	93.235	823,459	699,149
Grants to States to Support Oral Health Workforce Activities	93.236	444,322	288,960

See accompanying Notes to Schedule of Expenditures of Federal Awards.

STATE OF NEW JERSEY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Federal Expenditures	Passed Through to Subrecipients
U.S. Department of Health and Human Services (Continued)			
State Capacity Building	93.240	\$ 485,558	\$ -
COVID-19 - Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	994,324	586,408
Substance Abuse and Mental Health Services Projects of Regional and National Significance		5,777,246	3,887,549
Total Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	6,771,570	4,473,957
Universal Newborn Hearing and Screening	93.251	183,252	51,291
Occupational Safety and Health Program	93.262	141,535	-
COVID-19 - Immunization Cooperative Agreements	93.268	53,469,491	18,709,423
Immunization Cooperative Agreements		130,490,314	1,647,990
Total Immunization Cooperative Agreements	93.268	183,959,805	20,357,413
Viral Hepatitis Prevention and Control	93.270	361,895	16,275
Early Hearing Detection and Intervention Information System (EHDI-IS) Surveillance Program	93.314	206,556	-
COVID-19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	192,396,761	79,507,266
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)		4,922,877	5,000
Total Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	197,319,638	79,512,266
COVID-19 - State Health Insurance Assistance Program	93.324	7,325	-
State Health Insurance Assistance Program		829,545	801,898
Total State Health Insurance Assistance Program	93.324	836,870	801,898
COVID-19 - Behavioral Risk Factor Surveillance System	93.336	1,362	-
Behavioral Risk Factor Surveillance System		1,135,049	-
Total Behavioral Risk Factor Surveillance System	93.336	1,136,411	-
COVID-19 - Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	17,666,312	12,602,700
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response		661,522	511,157
Total Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	18,327,834	13,113,857
COVID-19 - ACL Independent Living State Grants	93.369	33,058	33,058
ACL Independent Living State Grants		379,635	352,925
Total ACL Independent Living State Grants	93.369	412,693	385,983
Flexible Funding Model - Infrastructure Development and Maintenance for State Manufactured Food Regulatory Programs	93.367	28,890	-
National and State Tobacco Control Program	93.387	1,864,385	908,616
COVID-19 - Activities to Support State, Tribal, Local and Territorial (STLT) Health Department Response to Public Health or Healthcare Crises	93.391	8,165,056	5,883,440
Strengthening Public Health Systems and Services through National Partnerships to Improve and Protect the Nation's Health	93.421	47,054	31,979
Improving the Health of Americans through Prevention and Management of Diabetes and Heart Disease and Stroke	93.426	1,775,672	1,482,419
Every Student Succeeds Act/Preschool Development Grants	93.434	5,675,143	4,441,357
WELL-INTEGRATED SCREENING AND EVALUATION FOR WOMEN ACROSS THE NATION (V	93.436	802,492	609,415
COVID-19 - ACL Assistive Technology	93.464	40,848	40,848
ACL Assistive Technology		539,315	532,644
Total ACL Assistive Technology	93.464	580,163	573,492
Preventing Maternal Deaths: Supporting Maternal Mortality Review Committees	93.478	456,812	373,786
COVID-19 - Community Health Workers for Public Health Response and Resilient	93.495	2,194,004	1,385,885
COVID-19 - Family Violence Prevention and Services/ Sexual Assault/Rape Crisis Services and Supports	93.497	260,391	240,000
COVID-19 - Provider Relief Fund and American Rescue Plan (ARP) Rural Distribution	93.498	6,653,798	-
COVID-19 - Low Income Household Water Assistance Program	93.499	8,821,786	492,022
MaryLee Allen Promoting Safe and Stable Families Program	93.556	8,732,204	440,617
COVID-19 - Temporary Assistance for Needy Families	93.558	2,066,933	-
Temporary Assistance for Needy Families		317,786,775	71,066,515
Total Temporary Assistance for Needy Families	93.558	319,853,708	71,066,515

See accompanying Notes to Schedule of Expenditures of Federal Awards.

STATE OF NEW JERSEY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Federal Expenditures	Passed Through to Subrecipients
U.S. Department of Health and Human Services (Continued)			
Child Support Services	93.563	\$ 179,197,884	\$ -
Refugee and Entrant Assistance State/Replacement Designee Administered Programs	93.566	3,067,285	27,933
Low-Income Home Energy Assistance	93.568	219,600,907	21,845,478
Community Services Block Grant	93.569	20,556,383	19,413,154
COVID-19 - Community-Based Child Abuse Prevention Grants	93.590	1,986,187	1,704,673
Community-Based Child Abuse Prevention Grants		3,039,884	1,180,138
Total Community-Based Child Abuse Prevention Grants	93.590	5,026,071	2,884,811
<i>CCDF Cluster:</i>			
COVID-19 - Child Care and Development Block Grant	93.575	58,974,110	5,631,254
Child Care and Development Block Grant		383,431,523	41,731,650
Total Child Care and Development Block Grant	93.575	442,405,633	47,362,904
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	88,747,947	43,113,285
Total CCDF Cluster		531,153,580	90,476,189
State Court Improvement Program	93.586	749,242	-
Grants to States for Access and Visitation Programs	93.597	185,561	-
Chafee Education and Training Vouchers Program (ETV)	93.599	446,305	-
<i>Head Start Cluster:</i>			
Head Start	93.600	221,026	-
Total Head Start Cluster		221,026	-
Adoption and Legal Guardianship Incentive Payments	93.603	1,427,616	-
COVID-19 - Developmental Disabilities Basic Support and Advocacy Grants	93.630	82,325	49,479
Developmental Disabilities Basic Support and Advocacy Grants		2,541,871	894,296
Total Developmental Disabilities Basic Support and Advocacy Grants	93.630	2,624,196	943,775
Children's Justice Grants to States	93.643	384,841	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	4,183,461	-
Foster Care Title IV-E	93.658	111,233,979	133,596
Adoption Assistance	93.659	90,115,658	-
COVID-19 - Emergency Grants to Address Mental and Substance Use Disorders During COVID-19	93.665	191,126	62,129
Social Services Block Grant	93.667	46,847,410	1,736,631
COVID-19 - Child Abuse and Neglect State Grants	93.669	428,450	-
Child Abuse and Neglect State Grants		2,111,624	-
Total Child Abuse and Neglect State Grants	93.669	2,540,074	-
COVID-19 - Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	738,593	557,389
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services		3,590,911	3,575,181
Total Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	4,329,504	4,132,570
John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	2,306,185	-
COVID-19 - Elder Abuse Prevention Interventions Program	93.747	1,162,917	48,287
COVID-19 - Children's Health Insurance Program	93.767	7,073,930	-
Children's Health Insurance Program		639,599,377	4,288,947
Total Children's Health Insurance Program	93.767	646,673,307	4,288,947
<i>Medicaid Cluster:</i>			
State Medicaid Fraud Control Units	93.775	5,356,248	-
COVID-19 - State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare	93.777	166,090	-
State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare		14,394,807	-
Total State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare	93.777	14,560,897	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

STATE OF NEW JERSEY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Federal Expenditures	Passed Through to Subrecipients
U.S. Department of Health and Human Services (Continued)			
<i>Medicaid Cluster (continued):</i>			
COVID-19 - Medical Assistance Program	93.778	\$ 165,619,306	\$ -
Medical Assistance Program		14,640,323,728	164,994,264
Total Medical Assistance Program	93.778	14,805,943,034	164,994,264
<i>Total Medicaid Cluster</i>		14,825,860,179	164,994,264
Opioid STR	93.788	62,418,914	43,096,269
Money Follows the Person Rebalancing Demonstration	93.791	8,181,798	5,408,633
COVID-19 - Maternal, Infant and Early Childhood Homevisiting Grant Program	93.870	1,618,524	1,938
Maternal, Infant and Early Childhood Homevisiting Grant Program		9,216,466	836,211
Total Maternal, Infant and Early Childhood Homevisiting Grant Program	93.870	10,834,990	838,149
National Bioterrorism Hospital Preparedness Program	93.889	5,888,414	4,397,051
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	93.898	4,291,773	2,541,953
Grants to States for Operation of Offices of Rural Health	93.913	193,327	76,476
HIV Care Formula Grants	93.917	43,370,699	7,630,023
HIV Prevention Activities Health Department Based	93.940	15,604,045	8,346,348
Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	93.944	1,406,797	494,746
Assistance Programs for Chronic Disease Prevention and Control	93.945	43,218	-
Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs	93.946	302,336	-
COVID-19 - Block Grants for Community Mental Health Services	93.958	8,357,829	7,378,024
Block Grants for Community Mental Health Services		20,900,059	18,762,073
Total Block Grants for Community Mental Health Services	93.958	29,257,888	26,140,097
COVID-19 - Block Grants for Prevention and Treatment of Substance Abuse	93.959	22,487,132	13,188,521
Block Grants for Prevention and Treatment of Substance Abuse		65,205,635	26,396,860
Total Block Grants for Prevention and Treatment of Substance Abuse	93.959	87,692,767	39,585,381
COVID-19 - Centers for Disease Control and Prevention Collaboration with Academia to Strengthen	93.967	2,196,911	951,359
COVID-19 - Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	6,057,684	562,124
Sexually Transmitted Diseases (STD) Prevention and Control Grants		1,358,523	-
Total Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.777	7,416,207	562,124
Cooperative Agreements for Diabetes Control Programs	93.988	466,748	96,956
Preventive Health and Health Services Block Grant	93.991	4,265,644	3,040,452
Maternal and Child Health Services Block Grant to the States	93.994	12,446,334	6,126,442
Contractual Agreements from the Federal Government	93.CON	3,887,652	172,046
Total U.S. Department of Health and Human Services		17,874,656,520	729,631,807
Corporation for National and Community Service			
COVID-19 - AmeriCorps State Commissions Support Grant	94.003	228,758	-
AmeriCorps State Commissions Support Grant		377,777	-
Total AmeriCorps State Commissions Support Grant	94.003	606,535	-
AmeriCorps State and National 94.006	94.006	4,314,027	3,975,718
AmeriCorps Commission Investment Fund 94.008	94.008	122,260	-
<i>Foster Grandparent/Senior Companion Cluster:</i>			
AmeriCorps Seniors Foster Grandparent Program (FGP) 94.011	94.011	635,846	165,000
<i>Total Foster Grandparent/Senior Companion Cluster</i>		635,846	165,000
AmeriCorps Volunteer Generation Fund 94.021	94.021	449,850	357,445
Total Corporation for National and Community Service		6,128,518	4,498,163
Social Security Administration			
Disability Insurance/SSI Cluster:			
Social Security Disability Insurance	96.001	74,330,829	-
Total Disability Insurance/SSI Cluster		74,330,829	-
Unassigned Catalog Numbers from the Federal Government	96.UNA	41,571	4,628
Total Social Security Administration		74,372,400	4,628

See accompanying Notes to Schedule of Expenditures of Federal Awards.

STATE OF NEW JERSEY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Federal Expenditures	Passed Through to Subrecipients
U.S. Department Homeland Security			
Non-Profit Security Program	97.008	\$ 11,994,225	\$ 11,152,581
Boating Safety Financial Assistance	97.012	3,536,004	-
Community Assistance Program State Support Services Element (CAP-SSSE)	97.023	479,378	-
National Urban Search and Rescue (US&R) Response System	97.025	2,415,684	643,175
Flood Mitigation Assistance	97.029	3,390,935	2,792,682
COVID-19 - Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	394,055,468	274,367,346
Disaster Grants - Public Assistance (Presidentially Declared Disasters)		196,623,718	188,505,630
Total Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	590,679,186	462,872,976
COVID-19 - Hazard Mitigation Grant	97.039	7,154,709	6,072,349
Hazard Mitigation Grant		7,968,240	5,242,423
Total Hazard Mitigation Grant	97.039	15,122,949	11,314,772
National Dam Safety Program	97.041	384,866	-
COVID-19 - Emergency Management Performance Grants	97.042	524,255	-
Emergency Management Performance Grants		10,479,258	2,897,068
Total Emergency Management Performance Grants	97.042	11,003,513	2,897,068
Cooperating Technical Partners	97.045	581,529	-
BRIC: Building Resilient Infrastructure and Communities	97.047	11,286,664	11,228,609
Port Security Grant Program	97.056	2,260,968	-
Homeland Security Grant Program	97.067	28,908,410	20,452,547
Disaster Assistance Projects	97.088	1,578,094	1,578,094
Homeland Security Biowatch Program	97.091	253,059	-
Regional Catastrophic Preparedness Grant Program (RCPGP)	97.111	662,780	-
State and Local Cybersecurity Grant Program Tribal Cybersecurity Grant Program	97.137	6,135,978	-
Safeguarding Tomorrow Revolving Loan Fund Program	97.139	6,462,962	6,462,962
Total U.S. Department Homeland Security		697,137,184	531,395,466
Total Expenditures of Federal Awards		\$ 30,481,686,331	\$ 5,524,552,219

See accompanying Notes to Schedule of Expenditures of Federal Awards.

STATE OF NEW JERSEY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2024

NOTE 1 BASIS OF PRESENTATION

Reporting Entity

The Schedule of Expenditures of Federal Awards (the Schedule) includes all federal award programs administered by the State of New Jersey (the State) except for component units for the fiscal year ended June 30, 2024. The State financial reporting entity is described in note 1b of the State's Annual Comprehensive Financial Report. Accordingly, the accompanying Schedule presents the federal awards programs administered by the State, as defined above, for the year ended June 30, 2024.

Federal Awards Programs Numbers

Certain programs presented in the accompanying Schedule include Federal award programs that have not been assigned a federal Assistance Listing Number (ALN), which are reported by the respective Federal agency and titled "UNA". Programs under direct contract are titled "CON". The Administration Costs Consolidations under the U.S. Department of Energy is labeled "ADM".

NOTE 2 BASIS OF ACCOUNTING

General

The accompanying Schedule includes the expenditures for each Federal financial assistance program of the State and is presented on the cash basis of accounting, which is based on cash disbursements for the period.

Matching Costs

Matching costs, i.e., the non-Federal share of certain program costs, are not included in the accompanying Schedule.

Indirect Costs

The State and its various departments did not elect the 10 percent de minimis indirect cost rate as discussed in 2 CFR 200.414. Each department within the State that has a negotiated indirect cost rate with a federal agency can use such indirect cost rates for any pass-through grants to subrecipients.

Highway Planning and Construction Program

The amount presented in the Highway Planning and Construction Program (ALN 20.205) represents the summary of billings from the Department of Transportation to the Federal Government which include expenditures currently determined to be chargeable to the Federal program.

STATE OF NEW JERSEY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2024

NOTE 3 RELATIONSHIP TO FEDERAL FINANCIAL REPORTS

The regulations and guidelines governing the preparation of Federal financial reports vary by Federal agency and among programs administered by the same agency. Accordingly, the amounts reported in the Federal financial reports do not necessarily agree with the amounts reported in the accompanying Schedule, which is prepared on the cash basis of accounting explained in Note 2.

NOTE 4 NONMONETARY FEDERAL FINANCIAL ASSISTANCE

The State is the recipient of federal financial assistance programs that do not result in cash receipts of disbursements. Noncash amounts received by the State are included in the Schedule as follows:

	Assistance Listing	Amount
COVID-19 - Pandemic EBT Food Benefits	10.542	\$ 60,465,801
Supplemental Nutrition Assistance Program	10.551	1,914,909,998
Emergency Food Assistance Program	10.569	42,770,801
Immunization Cooperative Agreements	93.268	118,655,045
Total		<u>\$ 2,136,801,645</u>

NOTE 5 CONTINGENCIES

The State's participation in Federal funding is subject to review by the U.S. Department of Health and Human Services (HHS) as cognizant agency. HHS coordinates the review of findings and questioned costs with other Federal agencies. HHS and the other Federal agencies determine the ultimate allowability of expenditures charged to the Federal grants. The State is unable to determine the amounts, if any, that Federal agencies will disallow. Any impact as a result of these matters will be reflected in the Schedule and recognized by the respective Federal program when amounts can be determined.

The State is a party to various legal actions arising in the ordinary course of business. While it is not possible at this time to predict the ultimate outcome of these actions, any impact as a result of these matters will be reflected in the Schedule and recognized by the respective Federal program when amounts can be determined.

NOTE 6 DISASTER GRANTS – PUBLIC ASSISTANCE (ASSISTANCE LISTING 97.036)

After a presidentially declared disaster, the U.S. Federal Emergency Management Agency (FEMA) provides a public assistance grant to reimburse eligible costs associated with repair, replacement, or restoration of disaster-damaged facilities. The federal government reimburses in the form of cost-shared grants. In fiscal year 2024, FEMA approved approximately \$1,419,149 of eligible expenditures that were incurred in a prior year and are included in the Schedule.

STATE OF NEW JERSEY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2024

NOTE 7 UNEMPLOYMENT INSURANCE

In accordance with U.S. Department of Labor guidance, the State recorded State Regular Unemployment Compensation (UC) benefits under Assistance Listing 17.225 in the Schedule. The individual state and federal portions are as follows:

State Regular UC Benefits	\$ 2,631,279,457
Federal Pandemic Unemployment Assistance (PUA)	6,049,500
Federal Pandemic Unemployment Compensation (FPUC)	6,073,900
Federal Mixed Earner Unemployment Compensation (MEUC)	28,600
Federal 1st Week Implementation Benefits	206,931
Federal Administration	162,077,622
Total	<u>\$ 2,805,716,010</u>

The Schedule excludes the following refunded overpaid pandemic related benefits:

Federal Pandemic Emergency Unemployment Compensation (PEUC)	\$12,841,246
Federal Extended Benefits (EB)	\$4,642,000
Total Refunded Overpayments	<u>\$17,483,246</u>

NOTE 8 REBATES FROM THE SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN, INFANTS, AND CHILDREN (WIC)

During fiscal year 2024, the state received cash rebates from infant formula manufacturers in the amount of \$35,473,264 on sales of formula to participants in the WIC program (Assistance Listing 10.557), which are netted against total expenditures included in the Schedule. Rebate contracts with infant formula manufacturers are authorized by Code of Federal Regulations, Title 7, *Agriculture, Subtitle B, Chapter II, Subchapter A, Part 246.16a* as a cost containment measure. Rebates represent a reduction of expenditures previously incurred for WIC food benefit costs. Applying the rebates received to such costs enabled the State to extend program benefits to more participants than could have been serviced this fiscal year in the absence of the rebate contract.

NOTE 9 DONATED PERSONAL PROTECTIVE EQUIPMENT (PPE) (UNAUDITED)

Federally funded COVID-19 related donations with an estimated value of \$12.1 million were received by the State during the fiscal year. This amount is not reflected on the Schedule.

STATE OF NEW JERSEY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2024

NOTE 10 CCDF CLUSTER (ASSISTANCE LISTINGS 93.575 AND 93.596)

Expenditures reported in the Schedule for the Child Care Development Fund (CCDF) Cluster include the following funding sources:

CCDBG	\$ 383,431,523
CCDF Mandatory and Matching	88,747,947
CCDF CARES	216,645
CCDF CRRSA	-
CCDF ARP Supplemental	56,529,243
CCDF ARP Child Stabilization Funds	<u>2,228,222</u>
Total	<u><u>\$ 531,153,580</u></u>

NOTE 11 HOUSING CHOICE VOUCHER PROGRAM (ASSISTANCE LISTING 14.871)

In accordance with reporting requirements established by U.S. Department of Housing and Urban Development Notice PIH 2021-25 (HA), Section 8.k., the Schedule includes \$16,727,459 in Emergency Housing Vouchers (EHV) funding issued under the American Rescue Plan Act of 2021.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024**

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditors’ report issued by the State of New Jersey State Auditor: **Unmodified**

Internal control over financial reporting issued by the State of New Jersey State Auditor on the basic financial statements:

- Material weakness(es) identified? yes x no
- Significant deficiency(ies) identified? yes x none reported

Noncompliance material to financial statements noted?

 yes x no

Schedule of Expenditures of Federal Awards

Type of auditors’ report issued on the Schedule: **Unmodified**

Internal control over financial reporting:

- Material weakness(es) identified? yes x no
- Significant deficiency(ies) identified? yes x none reported

Noncompliance material to the Schedule noted?

 yes x no

Federal Awards

1. Internal control over major federal programs:

- Material weakness(es) identified? x yes no
- Significant deficiency(ies) identified? x yes none reported

2. Type of auditors’ report issued on compliance for major federal programs:

See Below

3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

 x yes no

Dollar threshold used to distinguish between Type A and Type B programs:

\$45,722,530

Auditee qualified as low-risk auditee?

 yes x no

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section I – Summary of Auditors’ Results (Continued)

Identification of Major Programs

Major Programs	Assistance Listing	Opinion
SNAP Cluster	10.551, 10.561	Unmodified
Community Development Block Grants Disaster Recovery (CDBG-DR) Cluster	14.269, 14.272	Qualified
Housing Voucher Cluster	14.871, 14.879	Unmodified
Unemployment Insurance	17.225	Unmodified
WIOA Cluster	17.258, 17.259, 17.278	Qualified
Highway Planning and Construction	20.205	Unmodified
Emergency Rental Assistance	21.023	Unmodified
Coronavirus State and Local Fiscal Recovery Funds	21.027	Unmodified
Coronavirus Capital Projects Fund	21.029	Qualified
Supporting Effective Instruction State Grants	84.367	Unmodified
Aging Cluster	93.044, 93.045, 93.053	Unmodified
Immunization Cooperative Agreements	93.268	Unmodified
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	Unmodified
Temporary Assistance for Needy Families	93.558	Qualified
Child Support Services	93.563	Unmodified
Low-Income Home Energy Assistance	93.568	Unmodified
CCDF Cluster	93.575, 93.596	Qualified
Title IV-E Foster Care	93.658	Unmodified
Adoption Assistance	93.659	Unmodified
Medicaid Cluster	93.775, 93.777, 93.778	Unmodified
Opioid STR	93.788	Qualified
Block Grants for Prevention and Treatment of Substance Abuse	93.959	Qualified
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	Qualified

STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024

Section II – Financial Statement Findings

The audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs

Matrix of Findings by Federal Agency and Federal Programs

Major Federal Program	Federal Agency (Prefix)	Assistance Listing Number	Finding #	Internal Control		Compliance	Compliance Requirement
				Material Weakness	Significant Deficiency		
Community Development Block Grants Disaster Recovery (CDBG-DR) Cluster	U.S. HUD (14)	14.269, 14.272	2024-001	X		X	Reporting - FFATA
Unemployment Insurance	U.S. DOL (17)	17.225	2024-002		X	X	Eligibility
Unemployment Insurance	U.S. DOL (17)	17.225	2024-003		X	X	Special Tests and Provisions - RESEA
Unemployment Insurance	U.S. DOL (17)	17.225	2024-004		X	X	Reporting - ETA 9050/9052
WIOA Cluster	U.S. DOL (17)	17.258, 17.259, 17.278	2024-005	X		X	Reporting - FFATA
Highway Planning and Construction	U.S. DOT (20)	20.205	2024-006		X	X	Special Tests and Provisions - Utilities
Coronavirus Capital Projects Fund	U.S. TREAS (21)	21.029	2024-007	X		X	Reporting - FFATA
Aging Cluster	U.S. HHS (93)	93.044, 93.045, 93.053	2024-008		X	X	Reporting - FFATA
Temporary Assistance for Needy Families	U.S. HHS (93)	93.558	2024-009	X		X	Reporting - FFATA
Low-Income Home Energy Assistance	U.S. HHS (93)	93.568	2024-010		X	X	Earmarking
CCDF Cluster	U.S. HHS (93)	93.575, 93.596	2024-011	X		X	Reporting - FFATA
CCDF Cluster	U.S. HHS (93)	93.575, 93.596	2024-012		X	X	Special Tests and Provisions - Health and Safety Requirements
Opioid STR	U.S. HHS (93)	93.788	2024-013	X		X	Reporting - FFATA
Opioid STR	U.S. HHS (93)	93.788	2024-014		X	X	Subrecipient Monitoring
Block Grants for Prevention and Treatment of Substance Abuse	U.S. HHS (93)	93.959	2024-015	X		X	Reporting - FFATA
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	U.S. DHS (97)	97.036	2024-016	X		X	Reporting - FFATA

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number: 2024-001
Prior Year Finding: No
Federal Agency: U.S. Department of Housing and Urban Development
State Agency: Department of Community Affairs
Federal Program: Community Development Block Grants Disaster Recovery (CDBG-DR) Cluster
Assistance Listing Number: 14.269, 14.272
Award Number and Year: B-13-DS-34-0001, B-13-DS-34002
Compliance Requirement: Reporting – Federal Funding Accountability and Transparency Act (FFATA)
Type of Finding: Material Weakness in Internal Control Over Compliance, Material Noncompliance

Criteria or specific requirement:

Compliance: Per the Federal Funding Accountability and Transparency Act (FFATA), prime (direct) recipients of grants or cooperative agreements are required to report first-tier subawards of \$30,000 or more to the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS). Reports must be filed in FSRS by the end of the month following the month in which the prime recipient awards any sub-grant greater than or equal to \$30,000. If the initial award is below \$30,000 but subsequent grant modifications result in a total award equal to or over \$30,000, the award will be subject to the reporting requirements as of the date the award exceeds \$30,000. If the initial award equals or exceeds \$30,000 but funding is subsequently de-obligated such that the total award amount falls below \$30,000, the award continues to be subject to FFATA reporting requirements.

The following key data elements must be reported: Subawardee Name and Unique Entity ID (UEI) number; Amount of Subaward (inclusive of modifications); Subaward Obligation/Action Date; Date of Report Submission; Subaward Number; Project Description; and Names and Compensation of Highly Compensated Officers. (Names and Compensation of Highly Compensated Officers must only be reported when the entity in the preceding fiscal year received 80 percent or more of its annual gross revenues in Federal awards; and \$25,000,000 or more in annual gross revenues from Federal awards; and the public does not have access to this information about the compensation of the senior executives of the entity through periodic reports filed under section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. §§ 78m(a), 78o(d)) or section 6104 of the Internal Revenue Code of 1986.)

Control: Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Condition:

The Department of Community Affairs (Department) did not report subaward information to FSRS in accordance with FFATA requirements.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Context:

Three of four subawards selected for testing were not reported to FSRS in accordance with FFATA reporting requirements. Specifically, we noted the following:

- 1 of 4 subawards was not reported timely. The subaward amendment was issued 1/21/2023 and was not reported until 5/20/2024, or fifteen months late.
- 2 of 4 subawards were not reported to FSRS.

Transactions Tested	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
4	1	2	0	0
Dollar Amount of Tested Transactions	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
\$21,451,636	\$509,768	\$941,868	\$0	\$0

Cause:

The Department did not have sufficient procedures to ensure that subaward information was reported timely to FSRS. Internal controls did not prevent or detect the errors.

Effect:

Subawards were not reported to FSRS in accordance with FFATA requirements.

Questioned costs:

None noted.

Recommendation:

We recommend that the Department develop controls and procedures to ensure that all required subawards are reported to FSRS no later than the end of the month following the month of issuance.

Views of responsible officials:

The New Jersey Department of Community Affairs (DCA) recognizes the need to strengthen its monitoring of Subaward reporting requirements to ensure timely reporting. To address this, the agency is already in the process of updating its policies and procedures to enhance oversight and compliance.

As part of the policy updates, the DCA is assigning designated staff to track Subaward issuance and reporting. This ensures clear accountability and improves oversight of reporting requirements.

The DCA is working to integrate automated reminders and alerts into its process to notify designated staff of upcoming Subaward reporting deadlines. This proactive approach minimizes the risk of missed reporting obligations.

The DCA is working to establish a process for conducting periodic compliance reviews to assess adherence to FFATA Subaward reporting requirements. This review will help identify potential issues early and allow for timely corrective actions.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

To reinforce FFATA compliance, the DCA is working to implement a training initiative to ensure designated staff are knowledgeable about FFATA requirements and the importance of timely reporting. Regular communication efforts will further promote awareness and adherence to reporting deadlines.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number:	2024-002
Prior Year Finding:	2023-001
Federal Agency:	U.S. Department of Labor
State Agency:	Department of Labor and Workforce Development
Federal Program:	Unemployment Insurance
Assistance Listing Number:	17.225
Award Number and Year:	24A55UI000025 (10/1/2023-12/31/2026) UI-39337-23-55-A-34 (10/1/2022-12/31/2025)
Compliance Requirement:	Eligibility
Type of Finding:	Significant Deficiency in Internal Control Over Compliance, Other Matters

Criteria or specific requirement:

Compliance: Pandemic Unemployment Assistance (PUA) – PUA provides benefits to covered individuals, who are those individuals not eligible for regular unemployment compensation (UC or extended benefits under state or federal law or Pandemic Emergency Unemployment Compensation (PEUC), including those who have exhausted all rights to such benefits. Covered individuals also include self-employed, those seeking part-time employment, individuals lacking sufficient work history, and those who otherwise do not qualify for regular unemployment compensation or extended benefits under state or federal law or PEUC.

PUA is payable to individuals who are ineligible for regular UC, and are unemployed, partially unemployed, or unable or unavailable to work due to one of the COVID-19 related reasons identified Attachment I to UIPL No. 16-20, Change 5. Section 2102(a)(3)(A)(ii)(I) of the CARES Act included 10 specific COVID-19 related reasons. The Department, under the authority provided by Section 2102(a)(3)(A)(ii)(I)(kk) of the CARES Act, has added additional COVID-19 related reasons; these are discussed in more detail in Section 4.a. of UIPL No. 16-20, Change 5. While three of these new COVID-19 related reasons were introduced to states with the publication of UIPL No. 16-20, Change 5 on February 25, 2021, all COVID-19 related reasons apply retroactively to the beginning of the PUA program.

Additionally, as described in Section 4.b.i. of UIPL No. 16-20, Change 5, paraphrasing of the COVID-19 related reasons is not permissible; individuals must be permitted to select more than one COVID-19 related reason; individuals must be permitted to select different COVID-19 related reasons each week; and individuals must be permitted to file and select no COVID-19 related reasons.

Control: Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Condition:

CLA noted that an ineligible claimant received PUA unemployment benefits. The Department of Labor and Workforce Development (Department) did not maintain an effective control environment over eligibility requirements of the New Jersey Local Office Online Payment System (NJLOOPS) for PUA.

Context:

1 of 5 claimants receiving PUA did not identify a COVID-19 reason for their unemployment and was ineligible for the program.

Questioned costs:

\$365

Cause:

The Department began providing benefits to the claimant before NJLOOPS had completed the eligibility determination process.

Effect:

An ineligible claimant received unemployment compensation benefits.

Recommendation:

We recommend the Department review and enhance procedures and controls to ensure that only eligible claimants receive unemployment compensation benefits.

Views of responsible officials:

The New Jersey Department of Labor and Workforce Development (DLWD) has reviewed the controls in place for the Pandemic Unemployment Assistance (PUA) and Federal Pandemic Unemployment Compensation (FPUC) programs that expired with payments for CWE 9/4/21. The system controls in place for FPUC continues to require that an underlying UI/PUA payment must first be issued before any FPUC payment could be generated. Similar controls were in place for any PUA payments, where claimants have to choose a valid pandemic related reason for being unemployed before any PUA payment could be issued. These controls, before any CARES Act related payment could be issued, were in place for the duration of the CARES Act program. No PUA or FPUC payment should be issued without these requirements being met. We will continue to enforce these controls.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number:	2024-003
Prior Year Finding:	2023-002
Federal Agency:	U.S. Department of Labor
State Agency:	Department of Labor and Workforce Development
Federal Program:	Unemployment Insurance, COVID-19 – Unemployment Insurance
Assistance Listing Number:	17.225
Award Number and Year:	UI-35663-21-55-A-34 (10/1/2020 – 12/31/2023), UI-37994-22-60-A-34 (10/1/2020 – 9/30/2023), UI-37238-22-55-A-34 (10/1/21 – 12/31/24), UI-39337-23-55-A-34 (10/1/2022 – 12/31/2025), 24A55UI000025-01 (10/1/2023 – 12/31/2026), 23A60UR000027 (1/1/2023 – 9/30/2024), 23A55UB000007 (3/1/2023 – 6/1/2025)
Compliance Requirement:	Special Tests and Provisions: UI Reemployment Programs: RESEA
Type of Finding:	Significant Deficiency in Internal Control over Compliance, Other Matters

Criteria or specific requirement:

Compliance: Per 42 U.S. Code § 506 (a) The Secretary of Labor (in this section referred to as the “Secretary”) shall award grants under this section for a fiscal year to eligible States to conduct a program of reemployment services and eligibility assessments for individuals referred to reemployment services as described in section 503(j) of this title for weeks in such fiscal year for which such individuals receive unemployment compensation. Further, per 42 U.S. Code § 506 (c) (1), In carrying out a State program of reemployment services and eligibility assessments using grant funds awarded to the State under this section, a State shall use such funds only for interventions demonstrated to reduce the number of weeks for which program participants receive unemployment compensation by improving employment outcomes for program participants.

The UI program serves as one of the principal “gateways” to the workforce system. It is often the first workforce program accessed by individuals who need workforce services. The WPRS and RESEA programs serve as UI’s primary programs that facilitate the reemployment needs of UI claimants.

WPRS, which is mandated by Section 303(j) of the Social Security Act, is designed to identify UI claimants who are most likely to exhaust their benefits and need reemployment assistance to return to work, and refer them to appropriate reemployment services, such as: job search and job placement assistance; counseling; testing; provision of occupational and labor market information; and assessments. WPRS provides reemployment services to selected claimants through an early intervention process. The number of individuals served under WPRS is determined by the state (and/or local areas) based on its capacity to serve these individuals. UIPL No. 41-94 provides guidance on WPRS requirements.

RESEA is authorized by Section 306 of the Social Security Act and builds on the success of RESEA’s predecessor, the former UI Reemployment and Eligibility Assessment (REA) program. RESEA uses an evidence-based integrated approach that combines an eligibility assessment for continuing UI eligibility and the provision of reemployment services. State administration of the RESEA is voluntary and under certain circumstances may be designed to also satisfy WPRS requirements. Operating guidance for the RESEA program is updated annually. UIPL 10-22 provides RESEA operating Guidance for FY 2022.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Control: Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Condition:

The Department of Labor (Department) did not retain documentation required by the RESEA program to verify compliance with federal program regulations. Controls were not working sufficiently to document that claimants completed all required RESEA forms, nor that a staff member at the Department with knowledge of the program reviewed eligibility requirements prior to admission of participants to the RESEA program.

Context:

The Department’s policy is that RESEA eligibility interviews must be conducted and eligibility review forms completed. Both steps are to be reviewed and signed by the participant and an Unemployment Insurance (UI) staff member who is knowledgeable of the program requirements.

Sixty cases were selected for testing and the following exceptions were noted:

- For 5 of 60 cases selected for testing, the Department was unable to provide a signed RESEA worksheet indicating the interview had been completed and the claimant was reviewed and approved by a UI supervisor.
- For 2 of 60 cases selected for testing, the claimant did not complete all required RESEA forms.

Questioned costs:

Undetermined.

Cause:

The Department’s procedures and internal controls are not sufficient to ensure compliance with RESEA requirements.

Effect:

Without clear documentation supporting a participant’s eligibility and supervisory review, ineligible participants could go undetected and federal funds could be paid to recipients who do not qualify to participate in the RESEA program.

Recommendation:

We recommend that policies and procedures be implemented to ensure that internal controls over RESEA include retention of documentation of each participant’s eligibility and review and approval by a UI supervisor.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Views of responsible officials:

The New Jersey Department of Labor and Workforce Development (DLWD) has policies and procedures in place that ensure that internal controls over RESEA include retention of documentation of each participant's eligibility. All required Reemployment Services and Eligibility Assessment (RESEA) forms are collected from the participant and reviewed to determine UI eligibility by staff that are trained in RESEA and UI policy. Staff are required to upload all participant documentation into our online case management system where the information is available to staff indefinitely.

DLWD will continue to provide training to staff to ensure that all participants are provided services in a timely manner and that all documentation is uploaded into our case management system. Corrective actions will be fully implemented as of June 30, 2025.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number:	2024-004
Prior Year Finding:	2023-004
Federal Agency:	U.S. Department of Labor
State Agency:	Department of Labor and Workforce Development
Federal Program:	Unemployment Insurance, COVID-19 – Unemployment Insurance
Assistance Listing Number:	17.225
Award Number and Year:	UI-35663-21-55-A-34 (10/1/2020 – 12/31/2023), UI-37994-22-60-A-34 (10/1/2020 – 9/30/2023), UI-37238-22-55-A-34 (10/1/21 – 12/31/24), UI-39337-23-55-A-34 (10/1/2022 – 12/31/2025), 24A55UI000025-01 (10/1/2023 – 12/31/2026), 23A60UR000027 (1/1/2023 – 9/30/2024), 23A55UB000007 (3/1/2023 – 6/1/2025)
Compliance Requirement:	Reporting – ETA 9050 and ETA 9052
Type of Finding	Significant Deficiency in Internal Control Over Compliance, Other Matters

Criteria or specific requirement:

Compliance: The ETA 9050 – *Time Lapse of All First Payments except Workshare* report contains monthly information on first payment time lapse. This report concerns the time it takes states to pay benefits to claimants for the first compensable week of unemployment. First Payments are considered timely at 14/21 days, Interstate and Intrastate UI, UCFE, and UCX, full and partial weeks. The report is due in the ETA National Office on the 20th of the month following the month to which the data relates.

The ETA 9052 – *Nonmonetary Determination Time Lapse Detection* report contains monthly information on the time it take states to issue nonmonetary determinations from the date the issues are first detected by the agency. Single-claimant and multi-claimant nonmonetary determinations are included in the report. Nonmonetary determinations made by organizational units such as Benefits Accuracy Measurement (BAM) and Benefit Payment Control (BPC) are also included in the report. Nonmonetary determinations are considered timely if completed within 21 days. The report is due in the ETA National Office on the 20th of the month following the month to which the data relates.

Control: Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Condition:

Reports submitted by the Department of Labor and Workforce Development (Department) indicate that First Payment Time Lapse and Nonmonetary Determinations were untimely during Fiscal Year 2024.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Context:

Four ETA 9050 and four ETA 9052 reports were selected for testing for the months of October 2023, December 2023, March 2024 and June 2024. We noted the following exceptions:

- ETA 9050: 4 of 4 reports indicate that First Payments were made in more than 14/21 days.
- ETA 9052: 4 of 4 reports indicate that nonmonetary determinations were completed in more than 21 days.

Questioned costs:

None noted.

Cause:

The Department's procedures and controls were not operating effectively to ensure that first payments and nonmonetary determinations were completed timely.

Effect:

First Payments and Nonmonetary Determinations were not completed timely as required by the program.

Recommendation:

We recommend that the Department review its policies and procedures to ensure that it makes first payments within 14/21 days and that nonmonetary determinations are completed within 21 days per program requirements.

Views of responsible officials:

The New Jersey Department of Labor and Workforce Development (DLWD) continues to monitor workloads for both first payment and non-monetary time lapse measurements. Identity verification remains an issue with a segment of the claim population, and delays with claimants completing their ID verification has a direct bearing on first payment and non-monetary time lapse. DLWD will continue to work on improving communications around the importance of timely verifying ID and provide assistance to claimants that may be struggling with this process. DLWD has been working with USDOL to expand identity verification options and expects the new process to be in full production by June 30, 2025. It will allow claimants to report to any USPS Post Office for an in-person ID verification. This additional in-person option to complete ID verification provides greater flexibility for claimants to complete this requirement, especially those that struggle with the digital verification process that DLWD currently uses. We expect the new process to have a positive impact on time lapse scores and overall improvement for these metrics. Most recent time lapse figures showed that for the period November 2024 through February 2025, combined non-monetary time lapse exceeded the 80% ALP for each month.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number: 2024-005
Prior Year Finding: 2023-006
Federal Agency: U.S. Department of Labor
State Agency: Department of Labor and Workforce Development
Federal Program: WIOA Cluster
Assistance Listing Number: 17.258, 17.259, 17.278
Award Number and Year: AA-34783-20-55-A-34 (7/1/2021 – 6/30/2024), AA-36334-21-55-A-34 (7/1/2021 – 6/30/2024), AA-38544-22-55-A-34 (7/1/2022 – 6/30/2025), 23A55AY000022 (7/1/2023 – 6/30/2026), 23A55AT000047 (7/1/2023 – 6/30/2026), 23A55AW000045 (7/1/2023 – 6/30/2026)
Compliance Requirement: Reporting – Federal Funding Accountability and Transparency Act (FFATA)
Type of Finding: Material Weakness in Internal Control Over Compliance, Material Non-compliance

Criteria or specific requirement:

Compliance: Per the Federal Funding Accountability and Transparency Act (FFATA), prime (direct) recipients of grants or cooperative agreements are required to report first-tier subawards of \$30,000 or more to the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS). Reports must be filed in FSRS by the end of the month following the month in which the prime recipient awards any sub-grant greater than or equal to \$30,000. If the initial award is below \$30,000 but subsequent grant modifications result in a total award equal to or over \$30,000, the award will be subject to the reporting requirements as of the date the award exceeds \$30,000. If the initial award equals or exceeds \$30,000 but funding is subsequently de-obligated such that the total award amount falls below \$30,000, the award continues to be subject to FFATA reporting requirements.

The following key data elements must be reported: Subawardee Name and Unique Entity ID (UEI) number; Amount of Subaward (inclusive of modifications); Subaward Obligation/Action Date; Date of Report Submission; Subaward Number; Project Description; and Names and Compensation of Highly Compensated Officers. (Names and Compensation of Highly Compensated Officers must only be reported when the entity in the preceding fiscal year received 80 percent or more of its annual gross revenues in Federal awards; and \$25,000,000 or more in annual gross revenues from Federal awards; and the public does not have access to this information about the compensation of the senior executives of the entity through periodic reports filed under section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. §§ 78m(a), 78o(d)) or section 6104 of the Internal Revenue Code of 1986.)

Control: Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Condition:

The Department of Labor and Workforce Development (Department) did not report subaward information timely to FSRS.

Context:

Seven of eight subawards selected for testing were not reported timely to FSRS. We noted the following exceptions:

- 4 of 8 subawards tested were issued on 7/1/2022 and were not reported to FSRS until 3/1/2023, or 182 days late.
- 3 of 8 subawards tested were issued on 7/1/2023 and were not reported to FSRS until 11/9/2023, or 70 days late.

Transactions Tested	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
8	0	7	0	0
Dollar Amount of Tested Transactions	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
\$18,476,286	\$0	\$18,278,821	\$0	\$0

Cause:

The Department's internal controls were not sufficient to ensure that subawards were reported timely to FSRS. The Department had not fully implemented its corrective action plan from the prior year.

Effect:

Subawards were not reported to FSRS in accordance with FFATA requirements.

Questioned costs:

None noted.

Recommendation:

We recommend that the Department complete implementation of its prior year corrective action plan. It should develop internal controls and procedures to ensure that all required subawards are reported timely to FSRS no later than the end of the month following the month of issuance in accordance with FFATA reporting requirements.

Views of responsible officials:

The New Jersey Department of Labor and Workforce Development (DLWD) transitioned from a manual contract agreement process to a web-based grant administration system that employs the System for Administering Grants Electronically (SAGE) and IntelliGrants (IGX) applications. The DLWD FFATA Reporting Unit has access to these automated systems and monitors them monthly to identify when new Subaward contracts/agreements are approved to report the required data in the FFATA system. DLWD corrective actions regarding FFATA reporting were fully implemented as of June 30, 2024.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number:	2024-006
Prior Year Finding:	No
Federal Agency:	U.S. Department of Transportation
State Agency:	Department of Transportation
Federal Program:	Highway Planning and Construction
Assistance Listing Number:	20.205
Award Number and Year:	2023-2024
Compliance Requirement:	Special Tests and Provisions – Utilities
Type of Finding	Significant Deficiency in Internal Control Over Compliance, Other Matters

Criteria or specific requirement:

Compliance – Recipients are required to develop policies and procedures pertaining to the use, accommodation and/or relocation of public and private utility facilities on highway rights-of way using federal highway funds. Recipients are required to develop, maintain, and obtain Federal Highway Administration (FHWA) approval of their Utility Accommodation Policy (UAP) (23 CFR section 645.215). Expenses incurred for relocating utility facilities necessitated by highway construction projects using federal highway program funds are eligible for reimbursement from FHWA provided these costs were incurred in a manner consistent with state laws or FHWA regulations, whichever is more restrictive (23 CFR section 645.103(d)).

Control – Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Condition:

The Department of Transportation (Department) did not have an FHWA-approved Utility Accommodation Policy (UAP) in FY2024.

Context:

The Department’s UAP was not approved by the FHWA.

Questioned costs:

Undetermined.

Cause:

The Department’s procedures and internal controls were not sufficient to ensure that it submitted its UAP to FHWA for approval, and that it was operating the program under an approved plan.

Effect:

The Department was not operating the program under an approved UAP.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Recommendation:

The Department should review and enhance internal controls and procedures to ensure that it submits its UAP to FHWA for approval on a timely basis and that it operates its program under a Federally approved UAP.

Views of responsible officials:

The New Jersey Department of Transportation (NJDOT) has finalized its Utility Accommodation Policy (UAP) to align with federal requirements. The UAP follows the formal state regulatory process, and it was re-adopted on June 6, 2023, with technical changes. The UAP remains to be in full form and effect. In compliance with the federal rules, the UAP is being amended to incorporate provisions for Broadband and Telecommunications and Video Surveillance. The amended language has been reviewed and approved by Federal Highway Administration (FHWA). The UAP is progressing through the formal regulatory process. The policy is expected to be published on April 7, 2025. A 60-day public comment period will follow, allowing stakeholders to provide feedback. Once the public comment period is completed, the revised UAP will be implemented immediately to ensure compliance. The DOT will continue to monitor the implementation and ensure that all utility accommodation actions align with the newly approved policy.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number:	2024-007
Prior Year Finding:	No
Federal Agency:	U.S. Department of the Treasury
State Agency:	Department of Community Affairs
Federal Program:	COVID-19 – Coronavirus Capital Projects Fund
Assistance Listing Number:	21.029
Award Number and Year:	CPFFN0185 (2021)
Compliance Requirement:	Reporting – Federal Funding Accountability and Transparency Act (FFATA)
Type of Finding:	Material Weakness in Internal Control Over Compliance, Material Non-compliance

Criteria or specific requirement:

Compliance: Per the Federal Funding Accountability and Transparency Act (FFATA), prime (direct) recipients of grants or cooperative agreements are required to report first-tier subawards of \$30,000 or more to the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS). Reports must be filed in FSRS by the end of the month following the month in which the prime recipient awards any sub-grant greater than or equal to \$30,000. If the initial award is below \$30,000 but subsequent grant modifications result in a total award equal to or over \$30,000, the award will be subject to the reporting requirements as of the date the award exceeds \$30,000. If the initial award equals or exceeds \$30,000 but funding is subsequently de-obligated such that the total award amount falls below \$30,000, the award continues to be subject to FFATA reporting requirements.

The following key data elements must be reported: Subawardee Name and Unique Entity ID (UEI) number; Amount of Subaward (inclusive of modifications); Subaward Obligation/Action Date; Date of Report Submission; Subaward Number; Project Description; and Names and Compensation of Highly Compensated Officers. (Names and Compensation of Highly Compensated Officers must only be reported when the entity in the preceding fiscal year received 80 percent or more of its annual gross revenues in Federal awards; and \$25,000,000 or more in annual gross revenues from Federal awards; and the public does not have access to this information about the compensation of the senior executives of the entity through periodic reports filed under section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. §§ 78m(a), 78o(d)) or section 6104 of the Internal Revenue Code of 1986.)

Control: Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Condition:

The Department of Community Affairs (Department) did not report subaward information to FSRS.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Context:

Two of two subawards were not reported to FSRS until after they were selected by auditors for testing. The subawards were issued in April 2024 but were not reported to FSRS until December 2024 which was after they were selected for testing.

Transactions Tested	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
2	2	0	0	0
Dollar Amount of Tested Transactions	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
\$71,825,150	\$71,825,150	\$0	\$0	\$0

Cause:

The Department does not have procedures and internal controls to ensure that subawards were reported to FSRS.

Effect:

Subawards were not reported to FSRS in accordance with FFATA requirements.

Questioned costs:

None noted.

Recommendation:

We recommend that the Department develop procedures and internal controls to ensure that all required subawards are reported timely to FSRS no later than the end of the month following the month of issuance in accordance with FFATA reporting requirements.

Views of responsible officials:

The New Jersey Department of Community Affairs (DCA) recognizes the need to strengthen its monitoring of Subaward reporting requirements to ensure timely reporting. To address this, the agency is already in the process of updating its policies and procedures to enhance oversight and compliance. As part of the policy updates, the DCA is assigning designated staff to track Subaward issuance and reporting. This ensures clear accountability and improves oversight of reporting requirements.

The DCA is working to integrate automated reminders and alerts into its process to notify designated staff of upcoming Subaward reporting deadlines. This proactive approach minimizes the risk of missed reporting obligations.

The DCA is working to establish a process for conducting periodic compliance reviews to assess adherence to FFATA Subaward reporting requirements. This review will help identify potential issues early and allow for timely corrective actions.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

To reinforce FFATA compliance, the DCA is working to implement a training initiative to ensure designated staff are knowledgeable about FFATA requirements and the importance of timely reporting. Regular communication efforts will further promote awareness and adherence to reporting deadlines.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number: 2024-008
Prior Year Finding: 2023-012
Federal Agency: U.S. Department of Health and Human Services
State Agency: Department of Human Services
Federal Program: Aging Cluster and COVID-19 Aging Cluster
Assistance Listing Number: 93.044, 93.045, 93.053
Award Number and Year: 2101NJSSC6 (4/1/2021 – 9/30/2024)
 2101NJHDC6 (4/1/2021 – 9/3/2024)
 2101NJCMC6 (4/1/2021 – 9/30/2024)
 2201NJOANS (10/1/2021 – 9/30/2023)
 2201NJOASS (10/1/2021 – 9/30/2023)
 2201NJOACM (10/1/2021 – 9/30/2023)
 2201NJOAHD (10/1/2021 – 9/30/2023)
 2201NJOAPH (10/1/2021 – 9/30/2023)
 2201NJOAFC (10/1/2021 – 9/30/2023)
 2301NJOASS (10/1/2022 – 9/30/2024)
 2401NJOACM (10/1/2023 – 9/30/2025)
 2301NJOAHD (10/1/2022 – 9/30/2024)
 2401NJOASS (10/1/2023 – 9/30/2025)
 2301NJOANS (10/1/2022 – 9/30/2024)
 2401NJOANS (10/1/2023 – 9/30/2025)
Compliance Requirement: Reporting – Federal Funding Accountability and Transparency Act (FFATA)
Type of Finding: Significant Deficiency in Internal Control Over Compliance, Other Matters

Criteria or specific requirement:

Compliance: Per the Federal Funding Accountability and Transparency Act (FFATA), prime (direct) recipients of grants or cooperative agreements are required to report first-tier subawards of \$30,000 or more to the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS). Reports must be filed in FSRS by the end of the month following the month in which the prime recipient awards any sub-grant greater than or equal to \$30,000. If the initial award is below \$30,000 but subsequent grant modifications result in a total award equal to or over \$30,000, the award will be subject to the reporting requirements as of the date the award exceeds \$30,000. If the initial award equals or exceeds \$30,000 but funding is subsequently de-obligated such that the total award amount falls below \$30,000, the award continues to be subject to FFATA reporting requirements.

The following key data elements must be reported: Subawardee Name and Unique Entity ID (UEI) number; Amount of Subaward (inclusive of modifications); Subaward Obligation/Action Date; Date of Report Submission; Subaward Number; Project Description; and Names and Compensation of Highly Compensated Officers. (Names and Compensation of Highly Compensated Officers must only be reported when the entity in the preceding fiscal year received 80 percent or more of its annual gross revenues in Federal awards; and \$25,000,000 or more in annual gross revenues from Federal awards; and the public does not have access to this information about the compensation of the senior executives of the entity through periodic reports filed under section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. §§ 78m(a), 78o(d)) or section 6104 of the Internal Revenue Code of 1986.)

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Control: Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Condition:

The Department of Human Services (Department) did not report subaward information to FSRS timely.

Context:

The thirty-six subawards selected for testing were not reported to FSRS timely. The subawards were issued in May 2024 and were not reported to FSRS until October 2024, or three months late.

Transactions Tested	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
36	0	36	0	0
Dollar Amount of Tested Transactions	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
\$11,194,917	\$0	\$11,194,917	\$0	\$0

Cause:

The Department’s procedures were not sufficient to ensure that subaward information was reported timely to FSRS. Internal controls did not prevent or detect the errors.

Effect:

Subawards were not reported to FSRS in accordance with FFATA requirements.

Questioned costs:

None noted.

Recommendation:

We recommend that the Department enhance its controls and procedures to ensure that all required subawards are reported timely to FSRS no later than the end of the month following the month of issuance.

Views of responsible officials:

The Division of Aging Services (DoAS) hired a fiscal staff member in June of 2024. Responsibilities include the timely and accurate submission of FFATA reports. We are confident that with the additional staff we will be able to comply with managing FFATA reporting requirements and timely submissions.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number: 2024-009
Prior Year Finding: No
Federal Agency: U.S. Department of Health and Human Services
State Agency: Department of Human Services
Federal Program: Temporary Assistance for Needy Families
Assistance Listing Number: 93.558
Award Number and Year: 230INJTANF (10/1/2022 – 9/30/2023)
 240INJTANF (10/1/2023-9/30/2024)
Compliance Requirement: Reporting – Federal Funding Accountability and Transparency Act (FFATA)
Type of Finding: Material Weakness in Internal Control Over Compliance, Material Non-compliance

Criteria or specific requirement:

Compliance: Per the Federal Funding Accountability and Transparency Act (FFATA), prime (direct) recipients of grants or cooperative agreements are required to report first-tier subawards of \$30,000 or more to the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS). Reports must be filed in FSRS by the end of the month following the month in which the prime recipient awards any sub-grant greater than or equal to \$30,000. If the initial award is below \$30,000 but subsequent grant modifications result in a total award equal to or over \$30,000, the award will be subject to the reporting requirements as of the date the award exceeds \$30,000. If the initial award equals or exceeds \$30,000 but funding is subsequently de-obligated such that the total award amount falls below \$30,000, the award continues to be subject to FFATA reporting requirements.

The following key data elements must be reported: Subawardee Name and Unique Entity ID (UEI) number; Amount of Subaward (inclusive of modifications); Subaward Obligation/Action Date; Date of Report Submission; Subaward Number; Project Description; and Names and Compensation of Highly Compensated Officers. (Names and Compensation of Highly Compensated Officers must only be reported when the entity in the preceding fiscal year received 80 percent or more of its annual gross revenues in Federal awards; and \$25,000,000 or more in annual gross revenues from Federal awards; and the public does not have access to this information about the compensation of the senior executives of the entity through periodic reports filed under section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. §§ 78m(a), 78o(d)) or section 6104 of the Internal Revenue Code of 1986.)

Control: Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Condition:

The Department of Human Services (Department) did not report subaward information to FSRS as required by the FFATA.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Context:

The twenty-eight subrecipients selected for testing were not reported to FSRS. Total subawards tested were \$156,936,574, and \$0 was reported.

Transactions Tested	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
28	28	0	0	0
Dollar Amount of Tested Transactions	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
\$156,936,574	\$156,936,574	\$0	\$0	\$0

Cause:

The Department did not have procedures or controls in place to ensure that subaward information was reported to FSRS as required by FFATA requirements.

Effect:

Subawards were not reported to FSRS.

Questioned costs:

None noted.

Recommendation:

We recommend that the Department develop controls and procedures to ensure that all required subawards are reported accurately and timely to FSRS no later than the end of the month following the month of issuance.

Views of responsible officials:

The New Jersey Department of Human Services' Division of Family Development (DHD/DFD) acknowledges the audit finding regarding the required submission of Subaward to the FFATA Subaward Reporting System (FSRS). One of the primary factors that contributed to non-compliance was system inefficiencies in the FSRS, which led to challenges in tracking, reporting and ensuring data accuracy. With the transition of Subaward reporting from FSRS to sam.gov, the DHD/DFD expects this change to be beneficial in developing effective internal controls and procedures, addressing past compliance challenges and creating a sustainable reporting framework.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number:	2024-010
Prior Year Finding:	No
Federal Agency:	U.S. Department of Health and Human Services
State Agency:	Department of Community Affairs
Federal Program:	Low-Income Home Energy Assistance Program
Assistance Listing Number:	93.568
Award Number and Year:	2402NJLIEA (10/1/2023 – 9/30/2025), 2402NJLIEI (10/1/2023 – 9/30/2025)
Compliance Requirement:	Earmarking
Type of Finding:	Significant Deficiency in Internal Control Over Compliance, Other Matters

Criteria or specific requirement:

Compliance – No more than 10 percent of a state's LIHEAP funds for a federal fiscal year may be used for planning and administrative costs, including both direct and indirect costs. This limitation applies, in the aggregate, to planning and administrative costs at both the state and subrecipient levels. This cap may not be exceeded by supplementing with other federal funds.

Control – Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in "Standards for Internal Control in the Federal Government" issued by the Comptroller General of the United States or the "Internal Control Integrated Framework", issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Condition:

The Department of Community Affairs (Department) exceeded the 10% cap on administrative funds.

Context:

The Department expended a total of \$136,319,452 against the Fiscal Year 2024 award which included \$14,016,444, or 10.28%, on planning and administration costs. This exceeded the 10% cap on administrative costs by \$384,499.

Questioned costs:

Undetermined.

Cause:

The Department's procedures were not sufficient to ensure that it did not exceed the 10% cap on administrative costs. Internal controls did not prevent or detect the errors.

Effect:

When the Department expends more on administrative costs than is allowed by the program, fewer funds are available to expend for programmatic purposes.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Recommendation:

The Department should review and enhance internal controls and procedures to ensure that expenditures for planning and administration do not exceed the 10% administrative cap.

Views of responsible officials:

The New Jersey Department of Community Affairs (DCA) has revised its processes and procedures related to earmarked funds. Specifically, the spending plan formula has been updated to ensure that the earmark for Administration and Planning does not exceed the allowable 10% threshold. Additionally, the FY 2024 spending plan has been updated, and accounts have been reconciled to reflect the Administration and Planning earmark within the 10% threshold.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number: 2024-011
Prior Year Finding: 2023-020
Federal Agency: U.S. Department of Health and Human Services
State Agency: Department of Human Services
Federal Program: CCDF Cluster, COVID-19 – CCDF Cluster
Assistance Listing Number: 93.575, 93.596
Award Number and Year: 2001NJCCC3 (3/27/2020 – 9/30/2023)
 2301NJCCDD (10/1/2022 – 9/30/2025)
 2301NJCCDF (10/1/2022 – 9/30/2025)
 2201NJCCDF (10/1/2021 – 9/30/2024)
 2201NJCCDD (10/1/2021 – 9/30/2024)
 2101NJCSC6 (10/1/2020 – 9/30/2023)
 2101NJCDC6 (10/1/2020 – 9/30/2024)
 2101NJCCDF (10/1/2020 – 9/30/2023)
 2101NJCCDD (10/1/2023 – 9/30/2025)
 2401NJCCDF (10/1/2023 – 9/30/2025)
 2401NJCCDM (10/1/2023 – 9/30/2025)
Compliance Requirement: Reporting – Federal Funding Accountability and Transparency Act (FFATA)
Type of Finding: Material Weakness in Internal Control Over Compliance, Material Non-compliance

Criteria or specific requirement:

Compliance: Per the Federal Funding Accountability and Transparency Act (FFATA), prime (direct) recipients of grants or cooperative agreements are required to report first-tier subawards of \$30,000 or more to the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS). Reports must be filed in FSRS by the end of the month following the month in which the prime recipient awards any sub-grant greater than or equal to \$30,000. If the initial award is below \$30,000 but subsequent grant modifications result in a total award equal to or over \$30,000, the award will be subject to the reporting requirements as of the date the award exceeds \$30,000. If the initial award equals or exceeds \$30,000 but funding is subsequently de-obligated such that the total award amount falls below \$30,000, the award continues to be subject to FFATA reporting requirements.

The following key data elements must be reported: Subawardee Name and Unique Entity ID (UEI) number; Amount of Subaward (inclusive of modifications); Subaward Obligation/Action Date; Date of Report Submission; Subaward Number; Project Description; and Names and Compensation of Highly Compensated Officers. (Names and Compensation of Highly Compensated Officers must only be reported when the entity in the preceding fiscal year received 80 percent or more of its annual gross revenues in Federal awards; and \$25,000,000 or more in annual gross revenues from Federal awards; and the public does not have access to this information about the compensation of the senior executives of the entity through periodic reports filed under section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. §§ 78m(a), 78o(d)) or section 6104 of the Internal Revenue Code of 1986.)

Control: Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Condition:

The Department of Human Services (Department) did not report subaward information to FSRS.

Context:

Zero of the eight subawards selected for testing were reported to FSRS. Total subawards tested were \$96,799,274, and \$0 was reported as required by FFATA requirements.

Transactions Tested	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
8	8	0	0	0
Dollar Amount of Tested Transactions	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
\$96,799,274	\$96,799,274	\$0	\$0	\$0

Cause:

The Department does not have procedures and controls to ensure that FFATA reporting requirements are met.

Effect:

Subawards were not reported to FSRS in accordance with FFATA requirements.

Questioned costs:

None noted.

Recommendation:

We recommend that the Department develop internal controls and procedures to ensure that FFATA reporting requirements are met. We further recommend the Department develop controls and procedures to ensure that all required subawards are reported accurately and timely to FSRS no later than the end of the month following the month of issuance.

Views of responsible officials:

The Department of Human Services’ Division of Family Development (DHS/DFD) acknowledges the audit finding regarding the required submission of Subaward to the FFATA Subaward Reporting System (FSRS). One of the primary factors that contributed to non-compliance was system inefficiencies in the FSRS, which led to challenges in tracking, reporting and ensuring data accuracy. With the transition of Subaward reporting from FSRS to sam.gov, the DHS/ DFD expects this change to be beneficial in developing effective internal controls and procedures, addressing past compliance challenges and creating a sustainable reporting framework.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number:	2024-012
Prior Year Finding:	No
Federal Agency:	U.S. Department of Health and Human Services
State Agency:	Department of Human Services
Federal Program:	CCDF Cluster, COVID-19 – CCDF Cluster
Assistance Listing Number:	93.575, 93.596
Award Number and Year:	2001NJCCC3 (3/27/2020 – 9/30/2023) 2301NJCCDD (10/1/2022 – 9/30/2025) 2301NJCCDF (10/1/2022 – 9/30/2025) 2201NJCCDF (10/1/2021 – 9/30/2024) 2201NJCCDD (10/1/2021 – 9/30/2024) 2101NJCSC6 (10/1/2020 – 9/30/2023) 2101NJCDC6 (10/1/2020 – 9/30/2024) 2101NJCCDF (10/1/2020 – 9/30/2023) 2101NJCCDD (10/1/2023 – 9/30/2025) 2401NJCCDF (10/1/2023 – 9/30/2025) 2401NJCCDM (10/1/2023 – 9/30/2025)
Compliance Requirement:	Special Tests and Provisions – Health and Safety Requirements
Type of Finding:	Significant Deficiency in Internal Control Over Compliance, Other Matters

Criteria or specific requirement:

Compliance – As part of their CCDF plans, Lead Agencies must certify that procedures are in effect (e.g., monitoring and enforcement) to ensure that providers serving children who receive subsidies comply with all applicable health and safety requirements. This includes verifying and documenting that child care providers (unless they meet an exception, e.g., family members who are caregivers or individuals who object to immunization on certain grounds) serving children who receive subsidies meet requirements pertaining to health and safety. These requirements must address eleven specific areas—including first aid and CPR, safe sleeping practices, and administration of medication—and child care workers must be trained in these areas (42 USC 9858c(c)(2)(I); 45 CFR section 98.41).

Control – Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Condition:

The Department of Human Services (Department) was not in compliance with health and safety requirements for the program.

Context:

For 3 of 40 providers selected for testing, the annual health and safety inspection was not performed as required by program policy.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Questioned costs:

Undetermined.

Cause:

The Department's procedures were not effective to ensure that provider health and safety inspections were performed as required by program policy. Internal controls did not prevent or detect the errors.

Effect:

Failure to verify and document compliance with health and safety standards could allow ineligible providers to perform services under the program.

Recommendation:

The Department should review and enhance internal controls and procedures to ensure that provider health and safety inspections are performed as required by program policy.

Views of responsible officials:

The Department of Human Services' Division of Family Development (DHS/DFD) acknowledges the audit finding that 3 of the 40 sampled providers had not been inspected as required by program policy. DHS/DFD contracts with the Department of Children and Families' Office of Licensing ("OOL") as the regulatory authority to monitor and inspect licensed centers and family child care providers. In response to this finding, OOL has implemented internal measures to ensure that monitoring occurs on an annual basis. These measure include the use of the New Jersey Child Care Information System (NJCCIS). A subsequent inspection of licensed child care centers was conducted on September 13, 2024.

Regarding the two other family child care providers, the Child Care Resource and Referral ("CCR&R") works in conjunction with OOL to track health and safety inspections. However, CCR&R did not monitor the two family child care providers in 2023. Since then, monitoring has been carried out in 2024 which included a review of the annual training requirements for these providers. To enhance compliance with inspections, CCR&R has acquired updated software to improve its monitoring capabilities.

Copies of the 2024 inspection reports can be provided upon request. The DFD's Office of Child Care will develop internal controls and procedures to ensure that inspections are performed as required by program policy.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number: 2024-013
Prior Year Finding: 2023-024
Federal Agency: U.S. Department of Health and Human Services
State Agency: Department of Human Services
Federal Program: Opioid STR
Assistance Listing Number: 93.788
Award Number and Year: H79T1083317 (9/3/2020 – 9/29/2023),
H79T1085743 (9/30/2022 – 9/29/2024)
Compliance Requirement: Reporting – Federal Funding Accountability and Transparency Act (FFATA)
Type of Finding: Material Weakness in Internal Control Over Compliance, Material Non-compliance

Criteria or specific requirement:

Compliance: Per the Federal Funding Accountability and Transparency Act (FFATA), prime (direct) recipients of grants or cooperative agreements are required to report first-tier subawards of \$30,000 or more to the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS). Reports must be filed in FSRS by the end of the month following the month in which the prime recipient awards any sub-grant greater than or equal to \$30,000. If the initial award is below \$30,000 but subsequent grant modifications result in a total award equal to or over \$30,000, the award will be subject to the reporting requirements as of the date the award exceeds \$30,000. If the initial award equals or exceeds \$30,000 but funding is subsequently de-obligated such that the total award amount falls below \$30,000, the award continues to be subject to FFATA reporting requirements.

The following key data elements must be reported: Subawardee Name and Unique Entity ID (UEI) number; Amount of Subaward (inclusive of modifications); Subaward Obligation/Action Date; Date of Report Submission; Subaward Number; Project Description; and Names and Compensation of Highly Compensated Officers. (Names and Compensation of Highly Compensated Officers must only be reported when the entity in the preceding fiscal year received 80 percent or more of its annual gross revenues in Federal awards; and \$25,000,000 or more in annual gross revenues from Federal awards; and the public does not have access to this information about the compensation of the senior executives of the entity through periodic reports filed under section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. §§ 78m(a), 78o(d)) or section 6104 of the Internal Revenue Code of 1986.)

Control: Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Condition:

The Department of Human Services (Department) did not timely report subaward information to FSRS during FY 2024.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Context:

Twelve subaward transactions were selected for testing during FY 2024. The twelve subawards were not reported to FSRS timely. The subawards were not reported to FSRS until January and February 2025, but the subawards were issued during August – October 2023.

Transactions Tested	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
12	0	12	0	0
Dollar Amount of Tested Transactions	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
\$7,573,195	\$0	\$7,573,195	\$0	\$0

Cause:

The Department did not establish effective procedures and controls to ensure subawards were reported to FSRS.

Effect:

Subawards were not reported to FSRS in accordance with FFATA requirements.

Questioned costs:

None noted.

Recommendation:

We recommend that the Department develop internal controls and procedures to ensure that FFATA reporting requirements are met. We further recommend the Department develop controls and procedures to ensure that all required subawards are reported accurately and timely to FSRS no later than the end of the month following the month of issuance.

Views of responsible officials:

The Department of Human Services, Division of Mental Health and Addiction Services (DMHAS) agrees that for fiscal year 2024 it did not complete Federal Funding Accountability & Transparency Act (FFATA) uploads timely.

DMHAS maintains written FFATA policies and procedures, and it is compliant with its SSA SFY 2023 Corrective Action Plan (CAP) which included a January 1, 2025 implementation date. However, DMHAS was unable to comply timely with the FFATA reporting requirements due to competing reporting requirements, in conjunction with the volume of data and effort required.

In addition to the significant progress DMHAS reported in the FY 2023 CAP update provided below, DMHAS accomplished the following:

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

On October 21, 2024, DMHAS on boarded a full-time FFATA Analyst dedicated to FFATA data collection and uploads. On October 23 and October 29, 2024, DMHAS conducted training for the FFATA analyst.

On or about January 29, 2025 and February 3, 2025, in an effort to demonstrate its proficiency and show its good faith efforts to comply, DMHAS uploaded all SUPTRS SFY23 and SFY24 Test Contracts (FAIN ending 5822) for the SSA SFY 2024.

On or about February 3, 2025 and February 19, 2025, in an effort to demonstrate its proficiency and show its good faith efforts to comply, DMHAS uploaded all SOR SFY23 and SFY24 (FAIN ending 5743) Test Contracts for the SSA SFY24.

Thereafter, DMHAS completed the following uploads:

- February 27, 2025 – SOR FAIN ending 5743 – remaining contracts (outside of the SSA24 Test group) up to the FSRS ceiling (which limits data entry to forty (40) pages and UEs).
- March 4, 2025 – SUPTRS FAIN ending 7054 – all contracts uploaded.
- March 6, 2025 – SOR FAIN ending 7774 – all contracts (into FSRS prior to migration)
- March 6, 2025 – SUPTRS FAIN ending 5822 - remaining contracts (outside of the SSA24 Test group) up to the FSRS ceiling (which limits data entry to forty (40) pages and UEs).

On January 22, 2025, the DMHAS Compliance Quality Assurance Specialist who helps monitor FFATA compliance completed the federal SAM.gov training. On March 5, 2025, the DMHAS FFATA Analyst completed the federal SAM.gov training.

DMHAS remains committed to FFATA compliance, is prioritizing FFATA reporting, and is making a good faith effort to comply. However, DMHAS notes various federal issues outside of the State's control that are causing delays and increasing administrative burden. More specifically, uploads that predated the conversion from FSRS to Sam.gov were limited by a system error so DMHAS was precluded from entering all contracts/UEs. In addition, FAINs are missing from SAM.gov, thus precluding the submission of the corresponding uploads. DMHAS is documenting the upload limitations and missing FAINs, along with its continued efforts to overcome the various obstacles outside of its control.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number:	2024-014
Prior Year Finding:	2023-025
Federal Agency:	U.S. Department of Health and Human Services
State Agency:	Department of Human Services
Federal Program:	Opioid STR
Assistance Listing Number:	93.788
Award Number and Year:	H79T1083317 (9/3/2020 – 9/29/2023), H79T1085743 (9/30/2022 – 9/29/2024)
Compliance Requirement:	Subrecipient Monitoring
Type of Finding:	Significant Deficiency in Internal Control Over Compliance, Other Matters

Criteria or specific requirement:

Compliance – Per 2 CFR section 200.332(a), all pass-through entities must ensure that every subaward is clearly identified to the subrecipient as a subaward and includes information at the time of the subaward and if any of these data elements change, include the changes in subsequent subaward modification. When some of this information is not available, the pass-through entity must provide the best information available to describe the Federal award and subaward.

Control – Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Condition:

The Department of Human Services (Department) did not include all required information in subaward agreements.

Context:

For 1 of 13 subawards selected for testing, the subrecipient’s unique identifier and the Federal Award Identification Number (FAIN) were omitted from the subaward agreement.

Questioned costs:

None noted.

Cause:

The Department’s procedures were not effective to ensure that subawards were issued in compliance with Federal requirements. Internal controls did not prevent or detect the errors.

Effect:

Excluding the required federal grant award information at the time of the subaward may cause subrecipients and their auditors to be uninformed about specific program and other regulations that apply to the funds they receive. There is also the potential for subrecipients to have incomplete Schedules of Expenditures of Federal Awards (SEFA) in their Single Audit reports, and federal funds may not be properly audited at the subrecipient level in accordance with the Uniform Guidance.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Recommendation:

The Department should review and enhance internal controls and procedures to ensure that all required information is included in subaward agreements.

Views of responsible officials:

DMHAS acknowledges that the FAIN was omitted in a single notice of sub recipient award that predates the implementation date of its FY 2023 Corrective Action Plan (CAP). The award at issue relates to a “special County” add-on contract (one (1) of a total of nineteen (19)) that is tracked manually and in the DMHAS Contract Information Management System (CIMS) on which it currently relies to relay the data components required by 2 CFR 200.332. The single omission of the FAIN was due to a clerical error, whereby CIMS was not updated consistent with the manual record of the 2024 County contract renewal.

DMHAS acknowledged in its FY 2023 CAP that CIMS was being replaced with SAGE in order to automate sub recipient notices, reduce administrative burden and decrease clerical errors that result from manual data entry. DMHAS notes that the original 2025 SAGE go-live date has been delayed and moved to Summer 2026. Therefore, DMHAS made improvements to CIMS (that is available to Providers). In addition to identifying the federal funding source in the program column and in the notes, CIMS now includes a federal drop down box that links the federal NOAs to the subrecipient agreement.

DMHAS is compliant with its FY 2023 CAP which included a July 1, 2024 implementation date. Beginning July 1, 2024, DMHAS starting using a new Subaward template that includes the requisite data elements. DMHAS created a contract policy update and completed template trainings in-person and remotely. The DMHAS Compliance Unit audited the use of the new template to ensure Subaward include the requisite data elements.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number:	2024-015
Prior Year Finding:	2023-026
Federal Agency:	U.S. Department of Health and Human Services
State Agency:	Department of Human Services
Federal Program:	Block Grants for Prevention and Treatment of Substance Abuse, COVID-19 – Block Grants for Prevention and Treatment of Substance Abuse
Assistance Listing Number:	93.959
Award Number and Year:	6B08TI084660 (10/1/2021 – 9/30/2024), 6B08TI085822 (10/1/2022 – 9/30/2024), 1B08TI087054 (10/1/2023 – 9/30/2025)
Compliance Requirement:	Reporting – Federal Funding Accountability and Transparency Act (FFATA)
Type of Finding:	Material Weakness in Internal Control Over Compliance, Material Noncompliance

Criteria or specific requirement:

Compliance: Per the Federal Funding Accountability and Transparency Act (FFATA), prime (direct) recipients of grants or cooperative agreements are required to report first-tier subawards of \$30,000 or more to the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS). Reports must be filed in FSRS by the end of the month following the month in which the prime recipient awards any sub-grant greater than or equal to \$30,000. If the initial award is below \$30,000 but subsequent grant modifications result in a total award equal to or over \$30,000, the award will be subject to the reporting requirements as of the date the award exceeds \$30,000. If the initial award equals or exceeds \$30,000 but funding is subsequently de-obligated such that the total award amount falls below \$30,000, the award continues to be subject to FFATA reporting requirements.

The following key data elements must be reported: Subawardee Name and Unique Entity ID (UEI) number; Amount of Subaward (inclusive of modifications); Subaward Obligation/Action Date; Date of Report Submission; Subaward Number; Project Description; and Names and Compensation of Highly Compensated Officers. (Names and Compensation of Highly Compensated Officers must only be reported when the entity in the preceding fiscal year received 80 percent or more of its annual gross revenues in Federal awards; and \$25,000,000 or more in annual gross revenues from Federal awards; and the public does not have access to this information about the compensation of the senior executives of the entity through periodic reports filed under section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. §§ 78m(a), 78o(d)) or section 6104 of the Internal Revenue Code of 1986.)

Control: Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Condition:

The Department of Health (Department) did not timely report subaward information to FSRS during FY2024.

Context:

Twelve subaward transactions were selected for testing during FY 2024. The twelve subawards were not reported to FSRS timely. The subawards were not reported to FSRS until February 2025, but the subawards were issued during July 2022 – January 2024.

Transactions Tested	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
12	0	12	0	0
Dollar Amount of Tested Transactions	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
\$21,507,667	\$0	\$21,507,667	\$0	\$0

Cause:

The Department did not establish effective procedures and controls to ensure that subawards were reported to FSRS.

Effect:

Subawards were not reported to FSRS in accordance with FFATA requirements.

Questioned costs:

None noted.

Recommendation:

We recommend that the Department develop procedures and internal controls to ensure that all required subawards are reported to FSRS no later than the end of the month following the month of issuance in accordance with FFATA reporting requirements.

Views of responsible officials:

The Department of Human Services, Division of Mental Health and Addiction Services (DMHAS) agrees that for fiscal year 2024 it did not complete Federal Funding Accountability & Transparency Act (FFATA) uploads ***timely***.

DMHAS maintains written FFATA policies and procedures, and it is compliant with its SSA SFY 2023 Corrective Action Plan (CAP) which included a January 1, 2025 implementation date. However, DMHAS was unable to comply timely with the FFATA reporting requirements due to competing reporting requirements, in conjunction with the volume of data and effort required.

In addition to the significant progress DMHAS reported in the FY 2023 CAP update provided below, DMHAS accomplished the following:

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

On October 21, 2024, DMHAS on boarded a full-time FFATA Analyst dedicated to FFATA data collection and uploads. On October 23 and October 29, 2024, DMHAS conducted training for the FFATA analyst.

On or about January 29, 2025 and February 3, 2025, in an effort to demonstrate its proficiency and show its good faith efforts to comply, DMHAS uploaded all SUPTRS SFY23 and SFY24 Test Contracts (FAIN ending 5822) for the SSA SFY 2024.

On or about February 3, 2025 and February 19, 2025, in an effort to demonstrate its proficiency and show its good faith efforts to comply, DMHAS uploaded all SOR SFY23 and SFY24 (FAIN ending 5743) Test Contracts for the SSA SFY24.

Thereafter, DMHAS completed the following uploads:

- February 27, 2025 – SOR FAIN ending 5743 – remaining contracts (outside of the SSA24 Test group) up to the FSRS ceiling (which limits data entry to forty (40) pages and UEs).
- March 4, 2025 – SUPTRS FAIN ending 7054 – all contracts uploaded.
- March 6, 2025 – SOR FAIN ending 7774 – all contracts (into FSRS prior to migration)
- March 6, 2025 – SUPTRS FAIN ending 5822 - remaining contracts (outside of the SSA24 Test group) up to the FSRS ceiling (which limits data entry to forty (40) pages and UEs).

On January 22, 2025, the DMHAS Compliance Quality Assurance Specialist who helps monitor FFATA compliance completed the federal SAM.gov training. On March 5, 2025, the DMHAS FFATA Analyst completed the federal SAM.gov training.

DMHAS remains committed to FFATA compliance, is prioritizing FFATA reporting, and is making a good faith effort to comply. However, DMHAS notes various federal issues outside of the State's control that are causing delays and increasing administrative burden. More specifically, uploads that predated the conversion from FSRS to Sam.gov were limited by a system error so DMHAS was precluded from entering all contracts/UEs. In addition, FAINs are missing from SAM.gov, thus precluding the submission of the corresponding uploads. DMHAS is documenting the upload limitations and missing FAINs, along with its continued efforts to overcome the various obstacles outside of its control.

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number: 2024-016
Prior Year Finding: 2023-028
Federal Agency: U.S. Department of Homeland Security
State Agency: Department of Law and Public Safety
Federal Program: Disaster Grants - Public Assistance (Presidentially Declared Disasters)
Assistance Listing Number: 97.036
Award Number and Year: 066124021PA: 8/31/11; 066224614PA: 9/5/21; 066214597PA: 4/28/21; 066214574PA: 12/11/20; 066204488PA: 3/13/20; 066134086PA: 10/30/12; 066244725PA: 8/11/2023
Compliance Requirement: Reporting – Federal Funding Accountability and Transparency Act (FFATA)
Type of Finding: Material Weakness in Internal Control Over Compliance, Material Non-compliance

Criteria or specific requirement:

Compliance: Per the Federal Funding Accountability and Transparency Act (FFATA), prime (direct) recipients of grants or cooperative agreements are required to report first-tier subawards of \$30,000 or more to the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS). Reports must be filed in FSRS by the end of the month following the month in which the prime recipient awards any sub-grant greater than or equal to \$30,000. If the initial award is below \$30,000 but subsequent grant modifications result in a total award equal to or over \$30,000, the award will be subject to the reporting requirements as of the date the award exceeds \$30,000. If the initial award equals or exceeds \$30,000 but funding is subsequently de-obligated such that the total award amount falls below \$30,000, the award continues to be subject to FFATA reporting requirements.

The following key data elements must be reported: Subawardee Name and Unique Entity ID (UEI) number; Amount of Subaward (inclusive of modifications); Subaward Obligation/Action Date; Date of Report Submission; Subaward Number; Project Description; and Names and Compensation of Highly Compensated Officers. (Names and Compensation of Highly Compensated Officers must only be reported when the entity in the preceding fiscal year received 80 percent or more of its annual gross revenues in Federal awards; and \$25,000,000 or more in annual gross revenues from Federal awards; and the public does not have access to this information about the compensation of the senior executives of the entity through periodic reports filed under section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. §§ 78m(a), 78o(d)) or section 6104 of the Internal Revenue Code of 1986.)

Control: Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

**STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Federal Award Findings and Questioned Costs (Continued)

Condition:

The Department of Law and Public Safety (Department) did not report subaward information timely to FSRS.

Context:

Sixty subawards were selected for testing and the following exceptions were noted:

- 23 of 60 subawards selected for testing were not reported to FSRS as of FY2024.
- 37 of 60 subawards selected for testing were not reported to FSRS on a timely basis.

Transactions Tested	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
60	23	37	0	0
Dollar Amount of Tested Transactions	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
\$1,283,059,386	\$58,169,960	\$1,224,889,426	\$0	\$0

Cause:

The Department has not fully implemented its corrective action plan from the prior audit. Its procedures and internal controls are not sufficient to ensure that subawards are reported to FSRS on a timely basis.

Effect:

Subawards were not reported to FSRS in accordance with FFATA requirements.

Questioned costs:

None noted.

Recommendation:

We recommend that the Department complete implementation of its corrective action plan from the prior audit and ensure all subawards are reported to FSRS. It should develop procedures and internal controls to ensure that all required subawards are reported to FSRS no later than the end of the month following the month of issuance in accordance with FFATA reporting requirements.

Views of responsible officials:

The Department has completed its corrective action plan from the prior audit. DLPS has been in full compliance with the FFATA reporting requirement since August 2024.



State of New Jersey

DEPARTMENT OF THE TREASURY
OFFICE OF MANAGEMENT AND BUDGET
P. O. Box 221
TRENTON, NEW JERSEY 08625-0221

PHILIP D. MURPHY
Governor

ELIZABETH MAHER MUOIO
State Treasurer

TAHESHA L. WAY
Lt. Governor

TARIQ SHABAZZ
Acting Director

Telephone (609) 292-6746 / Facsimile (609) 633-8179

March 28, 2025

To Whom It May Concern:

Attached for your review and reference is the State of New Jersey Fiscal Year 2024 *Views of Responsible Officials and Corrective Action Plan*.

This document details the corrective actions planned and/or undertaken by the State for audit findings noted under the *State of New Jersey Single Audit Report* for the Fiscal Year ended June 30, 2024.

Sincerely,

Lyudmila McGann

Lyudmila McGann
Single Audit Coordinator
Treasury-Office of Management and Budget

Im
Attachment

STATE OF NEW JERSEY SINGLE AUDIT

FISCAL YEAR 2024



***VIEWS OF RESPONSIBLE OFFICIALS
AND CORRECTIVE ACTION PLAN***

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
VIEWS OF RESPONSIBLE OFFICIALS
AND CORRECTIVE ACTION PLANS FOR CURRENT YEAR FINDINGS**

Community Development Block Grants Disaster Recovery (14.269, 14.272) State Agency: Department of Community Affairs Federal Agency: U.S. Department of Housing and Urban Development		
<i>Reporting – Federal Funding Accountability and Transparency Act (FFATA)</i>		
FINDING #1	VIEWS OF RESPONSIBLE OFFICIALS AND CORRECTIVE ACTION PLAN	COMPLETION DATE/ CONTACT PERSON
2024-001 No finding in prior year	<p>The New Jersey Department of Community Affairs (DCA) recognizes the need to strengthen its monitoring of Subaward reporting requirements to ensure timely reporting. To address this, the agency is already in the process of updating its policies and procedures to enhance oversight and compliance.</p> <p>As part of the policy updates, the DCA is assigning designated staff to track Subaward issuance and reporting. This ensures clear accountability and improves oversight of reporting requirements.</p> <p>The DCA is working to integrate automated reminders and alerts into its process to notify designated staff of upcoming Subaward reporting deadlines. This proactive approach minimizes the risk of missed reporting obligations.</p> <p>The DCA is working to establish a process for conducting periodic compliance reviews to assess adherence to FFATA Subaward reporting requirements. This review will help identify potential issues early and allow for timely corrective actions.</p> <p>To reinforce FFATA compliance, the DCA is working to implement a training initiative to ensure designated staff are knowledgeable about FFATA requirements and the importance of timely reporting. Regular communication efforts will further promote awareness and adherence to reporting deadlines.</p>	<p>June 01, 2025</p> <p>Vera Ricciardi 609-930-1479 VeraEllen.Ricciardi@dca.nj.gov</p>
Unemployment Insurance (17.225) COVID-19 Unemployment Insurance (17.225) State Agency: Department of Labor and Workforce Development Federal Agency: U.S. Department of Labor		
<i>Eligibility</i>		
FINDING #¹	VIEWS OF RESPONSIBLE OFFICIALS AND CORRECTIVE ACTION PLAN	COMPLETION DATE/ CONTACT PERSON
2024-002 2023-001 2022-003 2021-007 2020-005	<p>The New Jersey Department of Labor and Workforce Development (DLWD) has reviewed the controls in place for the Pandemic Unemployment Assistance (PUA) and Federal Pandemic Unemployment Compensation (FPUC) programs that expired with payments for CWE 9/4/21. The system controls in place for FPUC continues to require that an underlying UI/PUA payment must first be issued before any FPUC payment could be generated. Similar controls were in place for any PUA payments, where claimants have to choose a valid pandemic related reason for being unemployed before any PUA payment could be issued. These controls, before any CARES Act related payment could be issued, were in place for the duration of the CARES Act program. No PUA or FPUC payment should be issued without these requirements being met. We will continue to enforce these controls.</p>	<p>September 30, 2024</p> <p>Ronald Marino - DLWD (609) 292-2810 Ronald.Marino@dol.nj.gov</p>
Unemployment Insurance (17.225) COVID-19 Unemployment Insurance (17.225)		

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
VIEWS OF RESPONSIBLE OFFICIALS
AND CORRECTIVE ACTION PLANS FOR CURRENT YEAR FINDINGS**

State Agency: Department of Labor and Workforce Development Federal Agency: U.S. Department of Labor		
<i>Special Tests and Provisions – UI Reemployment Programs – RESEA</i>		
FINDING #¹	VIEWS OF RESPONSIBLE OFFICIALS AND CORRECTIVE ACTION PLAN	COMPLETION DATE/ CONTACT PERSON
2024-003 2023-002 2022-005	<p>The New Jersey Department of Labor and Workforce Development (DLWD) has policies and procedures in place that ensure that internal controls over RESEA include retention of documentation of each participant’s eligibility. All required Reemployment Services and Eligibility Assessment (RESEA) forms are collected from the participant and reviewed to determine UI eligibility by staff that are trained in RESEA and UI policy. Staff are required to upload all participant documentation into our online case management system where the information is available to staff indefinitely.</p> <p>DLWD will continue to provide training to staff to ensure that all participants are provided services in a timely manner and that all documentation is uploaded into our case management system. Corrective actions will be fully implemented as of June 30, 2025.</p>	<p>June 30, 2025</p> <p>Baden Almonor (609) 777-1042 Baden.Almonor@dol.nj.gov</p>
Unemployment Insurance (17.225) COVID-19 Unemployment Insurance (17.225) State Agency: Department of Labor and Workforce Development Federal Agency: U.S. Department of Labor		
<i>Reporting – ETA 9050 and ETA 9052</i>		
FINDING #¹	VIEWS OF RESPONSIBLE OFFICIALS AND CORRECTIVE ACTION PLAN	COMPLETION DATE/ CONTACT PERSON
2024-004 2023-004 2022-004 2021-010	<p>The New Jersey Department of Labor and Workforce Development (DLWD) continues to monitor workloads for both first payment and non-monetary time lapse measurements. Identity verification remains an issue with a segment of the claim population, and delays with claimants completing their ID verification has a direct bearing on first payment and non-monetary time lapse. DLWD will continue to work on improving communications around the importance of timely verifying ID and provide assistance to claimants that may be struggling with this process. DLWD has been working with USDOL to expand identity verification options and expects the new process to be in full production by June 30, 2025. It will allow claimants to report to any USPS Post Office for an in-person ID verification. This additional in-person option to complete ID verification provides greater flexibility for claimants to complete this requirement, especially those that struggle with the digital verification process that DLWD currently uses. We expect the new process to have a positive impact on time lapse scores and overall improvement for these metrics. Most recent time lapse figures showed that for the period November 2024 through February 2025, combined non-monetary time lapse exceeded the 80% ALP for each month.</p>	<p>June 2025</p> <p>Ronald Marino - DLWD (609) 292-2810 Ronald.Marino@dol.nj.gov</p>
Workforce Innovation and Opportunity Act (WIOA) Cluster (17.258, 17.259, 17.278) State Agency: Department of Labor and Workforce Development Federal Agency: U.S. Department of Labor		
<i>Reporting – Federal Funding Accountability and Transparency Act (FFATA)</i>		
FINDING #¹	VIEWS OF RESPONSIBLE OFFICIALS AND CORRECTIVE ACTION PLAN	COMPLETION DATE/ CONTACT PERSON

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
VIEWS OF RESPONSIBLE OFFICIALS
AND CORRECTIVE ACTION PLANS FOR CURRENT YEAR FINDINGS**

2024-005 2023-006 2022-007	The New Jersey Department of Labor and Workforce Development (DLWD) transitioned from a manual contract agreement process to a web-based grant administration system that employs the System for Administering Grants Electronically (SAGE) and IntelliGrants (IGX) applications. The DLWD FFATA Reporting Unit has access to these automated systems and monitors them monthly to identify when new Subaward contracts/agreements are approved to report the required data in the FFATA system. DLWD corrective actions regarding FFATA reporting were fully implemented as of June 30, 2024.	June 30, 2024 Ahmanish Robinson (609) 984-4356 Ahmanish.Robinson@dol.nj.gov Theresa Vallely (609) 984-1779 Theresa.Vallely@dol.nj.gov
Highway Planning and Construction (20.205) State Agency: Department of Transportation Federal Agency: U.S. Department of Transportation <i>Special Tests and Provisions - Utilities</i>		
FINDING #1	VIEWS OF RESPONSIBLE OFFICIALS AND CORRECTIVE ACTION PLAN	COMPLETION DATE/ CONTACT PERSON & PHONE#
2024-006 No finding in prior year	The New Jersey Department of Transportation (NJDOT) has finalized its Utility Accommodation Policy (UAP) to align with federal requirements. The UAP follows the formal state regulatory process, and it was re-adopted on June 6, 2023, with technical changes. The UAP remains to be in full form and effect. In compliance with the federal rules, the UAP is being amended to incorporate provisions for Broadband and Telecommunications and Video Surveillance. The amended language has been reviewed and approved by Federal Highway Administration (FHWA). The UAP is progressing through the formal regulatory process. The policy is expected to be published on April 7, 2025. A 60-day public comment period will follow, allowing stakeholders to provide feedback. Once the public comment period is completed, the revised UAP will be implemented immediately to ensure compliance. The DOT will continue to monitor the implementation and ensure that all utility accommodation actions align with the newly approved policy.	Anticipated Completion Date: TBD but no later than December 30, 2025 Vince Martorana (609) 963-1825 Vince.Martorana@dot.nj.gov James Lepri (609) 963-1837 James.Lepri@dot.nj.gov
Covid-19 - Coronavirus Capital Projects Funds (21.029) State Agency: Department of Community Affairs Federal Agency: U.S. Department of the Treasury Reporting – Federal Funding Accountability and Transparency Act (FFATA)		
FINDING #1	VIEWS OF RESPONSIBLE OFFICIALS AND CORRECTIVE ACTION PLAN	COMPLETION DATE/ CONTACT PERSON & PHONE#
2024-007 No finding in prior year	The New Jersey Department of Community Affairs (DCA) recognizes the need to strengthen its monitoring of Subaward reporting requirements to ensure timely reporting. To address this, the agency is already in the process of updating its policies and procedures to enhance oversight and compliance. As part of the policy updates, the DCA is assigning designated staff to track Subaward issuance and reporting. This ensures clear accountability and improves oversight of reporting requirements.	June 01, 2025 Vera Ricciardi 609-930-1479 VeraEllen.Ricciardi@dca.nj.gov

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
VIEWS OF RESPONSIBLE OFFICIALS
AND CORRECTIVE ACTION PLANS FOR CURRENT YEAR FINDINGS**

	<p>The DCA is working to integrate automated reminders and alerts into its process to notify designated staff of upcoming Subaward reporting deadlines. This proactive approach minimizes the risk of missed reporting obligations.</p> <p>The DCA is working to establish a process for conducting periodic compliance reviews to assess adherence to FFATA Subaward reporting requirements. This review will help identify potential issues early and allow for timely corrective actions.</p> <p>To reinforce FFATA compliance, the DCA is working to implement a training initiative to ensure designated staff are knowledgeable about FFATA requirements and the importance of timely reporting. Regular communication efforts will further promote awareness and adherence to reporting deadlines.</p>	
Aging Cluster (93.044, 93.045, 93.053) COVID-19 Aging Cluster (93.044, 93.045, 93.053) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services <i>Reporting – Federal Funding Accountability and Transparency Act (FFATA)</i>		
FINDING # ¹	VIEWS OF RESPONSIBLE OFFICIALS AND CORRECTIVE ACTION PLAN	COMPLETION DATE/ CONTACT PERSON
2024-008 2023-012 2022-012	The Division of Aging Services (DoAS) hired a fiscal staff member in June of 2024. Responsibilities include the timely and accurate submission of FFATA reports. We are confident that with the additional staff we will be able to comply with managing FFATA reporting requirements and timely submissions.	June 30, 2025 Hetal Bhatt (609) 438-4586 Hetal.Bhatt2@dhs.nj.gov Mary Kurfuss (609) 564-2623 Mary.kurfuss@dhs.nj.gov
Temporary Assistance for Needy Families (93.558) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services <i>Reporting – Federal Financial Accountability and Transparency Act (FFATA)</i>		
FINDING # ¹	VIEWS OF RESPONSIBLE OFFICIALS AND CORRECTIVE ACTION PLAN	COMPLETION DATE/ CONTACT PERSON
2024-009 2023-016	The New Jersey Department of Human Services' Division of Family Development (DHD/DFD) acknowledges the audit finding regarding the required submission of Subaward to the FFATA Subaward Reporting System (FSRS). One of the primary factors that contributed to non-compliance was system inefficiencies in the FSRS, which led to challenges in tracking, reporting and ensuring data accuracy. With the transition of Subaward reporting from FSRS to sam.gov, the DHD/DFD expects this change to be beneficial in developing effective internal controls and procedures, addressing past compliance challenges and creating a sustainable reporting framework.	April 30, 2026 Thomas Mattaliano, CFO-DFD (609) 588-3370 Thomas.Mattaliano@dhs.nj.gov
Low-Income Home Energy Assistance Program (93.568)		

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
VIEWS OF RESPONSIBLE OFFICIALS
AND CORRECTIVE ACTION PLANS FOR CURRENT YEAR FINDINGS**

COVID-19 Low-Income Home Energy Assistance Program (93.568) State Agency: Department of Community Affairs Federal Agency: U.S. Department of Health and Human Services		
<i>Earmarking</i>		
FINDING #¹	VIEWS OF RESPONSIBLE OFFICIALS AND CORRECTIVE ACTION PLAN	COMPLETION DATE/ CONTACT PERSON
2024-010 No finding in prior year	The New Jersey Department of Community Affairs (DCA) has revised its processes and procedures related to earmarked funds. Specifically, the spending plan formula has been updated to ensure that the earmark for Administration and Planning does not exceed the allowable 10% threshold. Additionally, the FY 2024 spending plan has been updated, and accounts have been reconciled to reflect the Administration and Planning earmark within the 10% threshold.	February 26, 2025 Fidel Ekhelar (609) 815-3905 Fidel.Ekhelar@dca.nj.gov
Child Care and Development Fund Cluster (93.575, 93.596) COVID-19 Child Care and Development Fund Cluster (93.575, 93.596) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services		
<i>Reporting – Federal Financial Accountability and Transparency Act (FFATA)</i>		
FINDING #¹	VIEWS OF RESPONSIBLE OFFICIALS AND CORRECTIVE ACTION PLAN	COMPLETION DATE/ CONTACT PERSON
2024-011 2023-020 2022-020	The Department of Human Services’ Division of Family Development (DHS/DFD) acknowledges the audit finding regarding the required submission of Subaward to the FFATA Subaward Reporting System (FSRS). One of the primary factors that contributed to non-compliance was system inefficiencies in the FSRS, which led to challenges in tracking, reporting and ensuring data accuracy. With the transition of Subaward reporting from FSRS to sam.gov, the DHS/ DFD expects this change to be beneficial in developing effective internal controls and procedures, addressing past compliance challenges and creating a sustainable reporting framework.	April 30, 2026 Thomas Mattaliano, CFO-DFD (609) 588-3370 Thomas.Mattaliano@dhs.nj.gov
Child Care and Development Fund Cluster (93.575, 93.596) COVID-19 Child Care and Development Fund Cluster (93.575, 93.596) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services		
<i>Special Test and Provisions- Health and Safety Requirements</i>		
FINDING #¹	VIEWS OF RESPONSIBLE OFFICIALS AND CORRECTIVE ACTION PLAN	COMPLETION DATE/ CONTACT PERSON
2024-012 No finding in prior year	The Department of Human Services’ Division of Family Development (DHS/DFD) acknowledges the audit finding that 3 of the 40 sampled providers had not been inspected as required by program policy. DHS/DFD contracts with the Department of Children and Families’ Office of Licensing (“OOL”) as the regulatory authority to monitor and inspect licensed centers and family child care providers. In response to this finding, OOL has implemented internal measures to ensure that monitoring occurs on an annual basis. These measure include the use of the	December 31, 2025 Andrea Breitwieser

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
VIEWS OF RESPONSIBLE OFFICIALS
AND CORRECTIVE ACTION PLANS FOR CURRENT YEAR FINDINGS**

	<p>New Jersey Child Care Information System (NJCCIS). A subsequent inspection of licensed child care centers was conducted on September 13, 2024.</p> <p>Regarding the two other family child care providers, the Child Care Resource and Referral (“CCR&R”) works in conjunction with OOL to track health and safety inspections. However, CCR&R did not monitor the two family child care providers in 2023. Since then, monitoring has been carried out in 2024 which included a review of the annual training requirements for these providers. To enhance compliance with inspections, CCR&R has acquired updated software to improve its monitoring capabilities.</p> <p>Copies of the 2024 inspection reports can be provided upon request. The DFD’s Office of Child Care will develop internal controls and procedures to ensure that inspections are performed as required by program policy.</p>	<p>609-588-4503 Andrea.Breitwieser@dhs.nj.gov</p>
<p>Opioid STR (93.788) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services</p> <p><i>Reporting – Federal Funding Accountability and Transparency Act (FFATA)</i></p>		
FINDING # ¹	VIEWS OF RESPONSIBLE OFFICIALS AND CORRECTIVE ACTION PLAN	COMPLETION DATE/ CONTACT PERSON & PHONE#
<p>2024-013 2023-024 No finding in prior year</p>	<p>The Department of Human Services, Division of Mental Health and Addiction Services (DMHAS) agrees that for fiscal year 2024 it did not complete Federal Funding Accountability & Transparency Act (FFATA) uploads timely.</p> <p>DMHAS maintains written FFATA policies and procedures, and it is compliant with its SSA SFY 2023 Corrective Action Plan (CAP) which included a January 1, 2025 implementation date. However, DMHAS was unable to comply timely with the FFATA reporting requirements due to competing reporting requirements, in conjunction with the volume of data and effort required.</p> <p>In addition to the significant progress DMHAS reported in the FY 2023 CAP update provided below, DMHAS accomplished the following:</p> <p>On October 21, 2024, DMHAS on boarded a full-time FFATA Analyst dedicated to FFATA data collection and uploads. On October 23 and October 29, 2024, DMHAS conducted training for the FFATA analyst.</p> <p>On or about January 29, 2025 and February 3, 2025, in an effort to demonstrate its proficiency and show its good faith efforts to comply, DMHAS uploaded all SUPTRS SFY23 and SFY24 Test Contracts (FAIN ending 5822) for the SSA SFY 2024.</p> <p>On or about February 3, 2025 and February 19, 2025, in an effort to demonstrate its proficiency and show its good faith efforts to comply, DMHAS uploaded all SOR SFY23 and SFY24 (FAIN ending 5743) Test Contracts for the SSA SFY24.</p> <p>Thereafter, DMHAS completed the following uploads:</p> <ul style="list-style-type: none"> February 27, 2025 – SOR FAIN ending 5743 – remaining contracts (outside of the SSA24 Test group) up to the FSRS ceiling (which limits data entry to forty (40) pages and UEIs. March 4, 2025 – SUPTRS FAIN ending 7054 – all contracts uploaded. March 6, 2025 – SOR FAIN ending 7774 – all contracts (into FSRS prior to migration) 	<p>January 1, 2025</p> <p>John Fogliano, Deputy CFO (609) 438-4278 John.Fogliano@dhs.nj.gov</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
VIEWS OF RESPONSIBLE OFFICIALS
AND CORRECTIVE ACTION PLANS FOR CURRENT YEAR FINDINGS**

	<ul style="list-style-type: none"> March 6, 2025 – SUPTRS FAIN ending 5822 - remaining contracts (outside of the SSA24 Test group) up to the FSRS ceiling (which limits data entry to forty (40) pages and UEIs. <p>On January 22, 2025, the DMHAS Compliance Quality Assurance Specialist who helps monitor FFATA compliance completed the federal SAM.gov training. On March 5, 2025, the DMHAS FFATA Analyst completed the federal SAM.gov training.</p> <p>DMHAS remains committed to FFATA compliance, is prioritizing FFATA reporting, and is making a good faith effort to comply. However, DMHAS notes various federal issues outside of the State's control that are causing delays and increasing administrative burden. More specifically, uploads that predated the conversion from FSRS to Sam.gov were limited by a system error so DMHAS was precluded from entering all contracts/UEIs. In addition, FAINs are missing from SAM.gov, thus precluding the submission of the corresponding uploads. DMHAS is documenting the upload limitations and missing FAINs, along with its continued efforts to overcome the various obstacles outside of its control.</p>	
Opioid STR (93.788) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services Subrecipient Monitoring		
FINDING #¹	VIEWS OF RESPONSIBLE OFFICIALS AND CORRECTIVE ACTION PLAN	COMPLETION DATE/ CONTACT PERSON & PHONE#
2024-014 2023-025	<p>DMHAS acknowledges that the FAIN was omitted in a single notice of sub recipient award that predates the implementation date of its FY 2023 Corrective Action Plan (CAP). The award at issue relates to a “special County” add-on contract (one (1) of a total of nineteen (19)) that is tracked manually and in the DMHAS Contract Information Management System (CIMS) on which it currently relies to relay the data components required by 2 CFR 200.332. The single omission of the FAIN was due to a clerical error, whereby CIMS was not updated consistent with the manual record of the 2024 County contract renewal.</p> <p>DMHAS acknowledged in its FY 2023 CAP that CIMS was being replaced with SAGE in order to automate sub recipient notices, reduce administrative burden and decrease clerical errors that result from manual data entry. DMHAS notes that the original 2025 SAGE go-live date has been delayed and moved to Summer 2026. Therefore, DMHAS made improvements to CIMS (that is available to Providers). In addition to identifying the federal funding source in the program column and in the notes, CIMS now includes a federal drop down box that links the federal NOAs to the subrecipient agreement.</p> <p>DMHAS is compliant with its FY 2023 CAP which included a July 1, 2024 implementation date. Beginning July 1, 2024, DMHAS starting using a new Subaward template that includes the requisite data elements. DMHAS created a contract policy update and completed template trainings in-person and remotely. The DMHAS Compliance Unit audited the use of the new template to ensure Subaward include the requisite data elements.</p>	<p>July 1, 2024</p> <p>John Fogliano, Deputy CFO (609) 438-4278 John.Fogliano@dhs.nj.gov</p>
Block Grants for Prevention and Treatment of Substance Abuse (93.959) COVID-19 –Block Grants for Prevention and Treatment of Substance Abuse (93.959) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services		

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
VIEWS OF RESPONSIBLE OFFICIALS
AND CORRECTIVE ACTION PLANS FOR CURRENT YEAR FINDINGS**

Reporting – Federal Funding Accountability and Transparency Act (FFATA)		
FINDING #¹	VIEWS OF RESPONSIBLE OFFICIALS AND CORRECTIVE ACTION PLAN	COMPLETION DATE/ CONTACT PERSON & PHONE#
2024-015 2023-026	<p>The Department of Human Services, Division of Mental Health and Addiction Services (DMHAS) agrees that for fiscal year 2024 it did not complete Federal Funding Accountability & Transparency Act (FFATA) uploads <i>timely</i>.</p> <p>DMHAS maintains written FFATA policies and procedures, and it is compliant with its SSA SFY 2023 Corrective Action Plan (CAP) which included a January 1, 2025 implementation date. However, DMHAS was unable to comply timely with the FFATA reporting requirements due to competing reporting requirements, in conjunction with the volume of data and effort required.</p> <p>In addition to the significant progress DMHAS reported in the FY 2023 CAP update provided below, DMHAS accomplished the following:</p> <p>On October 21, 2024, DMHAS on boarded a full-time FFATA Analyst dedicated to FFATA data collection and uploads. On October 23 and October 29, 2024, DMHAS conducted training for the FFATA analyst.</p> <p>On or about January 29, 2025 and February 3, 2025, in an effort to demonstrate its proficiency and show its good faith efforts to comply, DMHAS uploaded all SUPTRS SFY23 and SFY24 Test Contracts (FAIN ending 5822) for the SSA SFY 2024.</p> <p>On or about February 3, 2025 and February 19, 2025, in an effort to demonstrate its proficiency and show its good faith efforts to comply, DMHAS uploaded all SOR SFY23 and SFY24 (FAIN ending 5743) Test Contracts for the SSA SFY24.</p> <p>Thereafter, DMHAS completed the following uploads:</p> <ul style="list-style-type: none"> February 27, 2025 – SOR FAIN ending 5743 – remaining contracts (outside of the SSA24 Test group) up to the FSRS ceiling (which limits data entry to forty (40) pages and UEIs). March 4, 2025 – SUPTRS FAIN ending 7054 – all contracts uploaded. March 6, 2025 – SOR FAIN ending 7774 – all contracts (into FSRS prior to migration) March 6, 2025 – SUPTRS FAIN ending 5822 - remaining contracts (outside of the SSA24 Test group) up to the FSRS ceiling (which limits data entry to forty (40) pages and UEIs). <p>On January 22, 2025, the DMHAS Compliance Quality Assurance Specialist who helps monitor FFATA compliance completed the federal SAM.gov training. On March 5, 2025, the DMHAS FFATA Analyst completed the federal SAM.gov training.</p> <p>DMHAS remains committed to FFATA compliance, is prioritizing FFATA reporting, and is making a good faith effort to comply. However, DMHAS notes various federal issues outside of the State’s control that are causing delays and increasing administrative burden. More specifically, uploads that predated the conversion from FSRS to Sam.gov were limited by a system error so DMHAS was precluded from entering all contracts/UEIs. In addition, FAINs are missing from SAM.gov, thus precluding the submission of the corresponding uploads. DMHAS is documenting the upload limitations and missing FAINs, along with its continued efforts to overcome the various obstacles outside of its control.</p>	<p>January 1, 2025</p> <p>John Fogliano, Deputy CFO (609) 438-4278 John.Fogliano@dhs.nj.gov</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
VIEWS OF RESPONSIBLE OFFICIALS
AND CORRECTIVE ACTION PLANS FOR CURRENT YEAR FINDINGS**

Disaster Grants –Public Assistance (Presidentially Declared Disasters) (97.036) COVID-19 Disaster Grants –Public Assistance (Presidentially Declared Disasters) (97.036) State Agency: Department of Law and Public Safety Federal Agency: U.S. Department of Homeland Security		
<i>Reporting - Federal Funding Accountability and Transparency Act (FFATA)</i>		
FINDING #¹	VIEWS OF RESPONSIBLE OFFICIALS AND CORRECTIVE ACTION PLAN	COMPLETION DATE/ CONTACT PERSON & PHONE#
2024-016 2023-028	The Department has completed its corrective action plan from the prior audit. DLPS has been in full compliance with the FFATA reporting requirement since August 2024.	Fiscal Year 2024 and Ongoing Salvatore Marcello (609) 882-2000 ext.3046 Salvatore.Marcello@njsp.gov

¹ Current and prior year finding number(s)



State of New Jersey

DEPARTMENT OF THE TREASURY
OFFICE OF MANAGEMENT AND BUDGET
P. O. Box 221
TRENTON, NEW JERSEY 08625-0221

PHILIP D. MURPHY
Governor

ELIZABETH MAHER MUOIO
State Treasurer

TAHESHA L. WAY
Lt. Governor

TARIQ SHABAZZ
Acting Director

Telephone (609) 292-6746 / Facsimile (609) 633-8179

March 28, 2025

To Whom It May Concern:

Attached for your review and reference is the State of New Jersey Fiscal Year 2024 *Summary Schedule of Prior Audit Findings*.

This document details the current status of corrective actions for audit findings noted under the *State of New Jersey Single Audit Report* for the Fiscal Years ended June 30, 2023, June 30, 2022, June 30, 2021, June 30, 2020, June 30, 2019, and June 30, 2018, respectively.

Sincerely,

Lyudmila McGann

Lyudmila McGann
Single Audit Coordinator
Treasury-Office of Management and Budget

lm
Attachment

STATE OF NEW JERSEY SINGLE AUDIT

FISCAL YEAR 2024



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

Open Audit Findings from Year Ended June 30, 2023 Single Audit		
Unemployment Insurance (17.225) COVID-19 Unemployment Insurance (17.225) State Agency: Department of Labor and Workforce Development Federal Agency: U.S. Department of Labor		
<i>Eligibility</i>		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-001 2022-003 2021-007	<p>FY 2023 CAP: The Department of Labor and Workforce Development (DLWD) has controls in place to ensure that an FPUC payment is only made when an underlying Unemployment Insurance (UI) payment has also been processed. FPUC payments are not issued to any claim without the underlying UI payment being made for the same week. The FPUC payments issued and noted as exceptions during eligibility testing will undergo a thorough independent review by DLWD to determine if the accuracy of payments issued to eligible recipients.</p> <p>For the PUA exceptions noted during Eligibility testing, overall the DLWD issued PUA payments to over 680,000 claimants during the COVID-19 pandemic. DLWD had controls in place to require a COVID related reason to make the claim PUA eligible. This means the weekly PUA certification required claimants to choose a reason directly related to the COVID-19 pandemic for why they were out of work before they could get paid. The PUA payments in question will be reviewed independently by the DLWD to determine if the payments issued under PUA were appropriate or if they should have been paid instead under the regular UI program.</p> <p>DLWD corrective actions related to FPUC and PUA payments were fully implemented as of September 2023.</p> <p>FY 2022 CAP Update: No change to current plan as corrective actions have been fully implemented as of September 2023.</p> <p>FY 2022 CAP: The Department of Labor and Workforce Development (DLWD) has controls in place to only allow an FPUC payment to be made when an underlying Unemployment Insurance (UI) payment has also been processed. FPUC payments should not be issued to any claim without the underlying UI payment being made for the same week. The two FPUC payments issued and noted as exceptions during eligibility testing will be reviewed independently by DLWD to determine if the payments issued were to eligible recipients or not.</p> <p>For the PUA exceptions noted during Eligibility testing, overall the DLWD issued PUA payments to over 680,000 claimants during the COVID-19 pandemic. DLWD had controls in place to require a COVID related reason to make the claim PUA eligible and the weekly PUA certification required claimants to choose a COVID related reason for why they were out of work before they could get paid. The PUA payments in question will be reviewed independently by the DLWD to determine if the payments issued under PUA were appropriate or if they should have been paid instead under the regular UI program.</p>	<p>Gregory Castellani (609) 292-2460 Gregory.Castellani@dol.nj.gov</p> <p>Revised Completion Date: September 30, 2024</p> <p>Management has reviewed the controls in place for the PUA and FPUC programs that expired with payments for CWE 9/4/21. The system controls in place for FPUC require that an underlying UI/PUA payment must first be issued before any FPUC payment could be generated. Similar controls were in place for any PUA payments, where claimants have to choose a valid pandemic related reason for being unemployed before any PUA payment could be issued. These controls, before any CARES Act related payment could be issued, were in place for the duration of the CARES Act program. No PUA or FPUC payment should be issued without these requirements being met.</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	<p>FY 2021 CAP Update: No change to current plan as corrective actions have been partially implemented since the last audit period. As referenced in the FY 2021 corrective action plan, the training curriculum for newly hired staff specifically addresses the requirement that there be “no fault” on the part of the claimant which directly led to the claimant’s separation from employment.</p> <p>Any claimants who were improperly paid benefits whether from regular UI or from the CARES Act program are included in the billing and collection process.</p> <p>FY 2021 CAP: The Division of Unemployment Insurance (DUI) will emphasize in its ongoing training plan for all Unemployment Insurance (UI) employees the requirement to confirm that the claimant, in order to be eligible to receive UI benefits, was not at fault for their separation from employment.</p> <p>Since the Pandemic Unemployment Assistance (PUA) program ended over a year ago on September 4, 2021 and PUA claims are no longer being filed, no action will be taken by the DUI at this time to alert staff of the requirement to ensure that one of the COVID-19 related reasons was not identified.</p> <p>Steps will also be taken by the DUI to attempt to recoup any UI or PUA benefits that were improperly paid.</p>	
<p>Unemployment Insurance (17.225) COVID-19 Unemployment Insurance (17.225) State Agency: Department of Labor and Workforce Development Federal Agency: U.S. Department of Labor</p> <p><i>Special Tests and Provisions – UI Reemployment Programs – RESEA</i></p>		
FINDING # ¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
<p>2023-002 2022-005</p>	<p>FY 2023 CAP: The Reemployment Services and Eligibility Assessments (RESEA) policy and controls presently in place at the Department of Labor and Workforce Development (DLWD) require eligibility interviews to be conducted and eligibility review forms to be completed and signed by the participant and UI program representative. DLWD implemented a new process that allows staff to electronically obtain signatures through Simpligov, beginning June 2023. This process requires that staff obtain all necessary signatures before a RESEA claimant record is completed. Supervisors are assigned to monitor this process in order to mitigate the risk associated with missing information on any single RESEA customer registration. DLWD will monitor this process to ensure that all interviews are properly documented, and forms are signed and electronically uploaded to its electronic case management system of record for future reference. During the initial rollout of this process, there were records that didn’t migrate to the case management system of record. This issue has now been addressed through training. DLWD has also developed dashboards that will assist with monitoring data entry. Monthly reviews of RESEA data entry will be conducted to identify possible errors. These RESEA process changes that will be implemented by DLWD will ensure compliance with regulatory standards and assist with maintaining the integrity of its data management process.</p>	<p>Baden Almonor (609) 984-2477 Baden.Almonor@dol.nj.gov</p> <p>Completion Date: June 30, 2023</p> <p>No change to current plan as corrective actions have been fully implemented as of June 30, 2023.</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	<p>FY 2022 CAP Update: No change to current plan as corrective actions have been fully implemented as of June 30, 2023.</p> <p>FY 2022 CAP: The RESEA policy and controls presently in place at DLWD require eligibility interviews to be conducted and eligibility review forms to be completed and signed by the participant and UI program representative. DLWD will work to strengthen and reinforce these controls with responsible staff in an effort to ensure that all interviews are properly documented and eligibility review forms are signed and maintained on file for future reference and compliance support.</p>	
<p>Unemployment Insurance (17.225) COVID-19 Unemployment Insurance (17.225) State Agency: Department of Labor and Workforce Development Federal Agency: U.S. Department of Labor</p> <p><i>Special Tests and Provisions –UI Benefit Payments</i></p>		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
<p>2023-003 No finding in prior year</p>	<p>FY 2023 CAP: The Department of Labor and Workforce Development (DLWD) will continue to review and enhance controls to ensure that BAM quality control case investigations are completed timely, that reviews are signed as required by appropriate staff, and that all required case review supporting documentation is maintained in case files. DLWD corrective actions will be completed by September 30, 2024.</p>	<p>Ronald Marino - DLWD (609) 292-2810 Ronald.Marino@dol.nj.gov</p> <p>Theresa Vallely (609) 984-1779 Theresa.Vallely@dol.nj.gov</p> <p>Revised Completion Date: January 31, 2025</p> <p>The procedures to ensure that the BAM quality controls are in place and are being adhered to have been slightly delayed since the BAM supervisor retired in May 2024 and the position has been vacant. The posting to fill this vacancy has closed and interviews to fill this position will be scheduled for late September/October 2024 to appoint a new supervisor. Once this vacancy is filled, the first responsibility for the new supervisor will be to ensure these controls remain in place and are enforced.</p> <p>NJDOL will review and enhance controls within the BAM program with the new BAM supervisor to establish an action plan that will ensure all investigations are completed timely,</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

		<p>reviews are timely made and approved, and all case review supporting documentation is maintained in case files.</p> <p>Although these steps are all part of the BAM process, they will be reviewed with the BAM staff to make certain their compliance.</p>
<p>Unemployment Insurance (17.225) COVID-19 Unemployment Insurance (17.225) State Agency: Department of Labor and Workforce Development Federal Agency: U.S. Department of Labor</p> <p><i>Reporting – ETA 9050 and ETA 9052</i></p>		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
<p>2023-004 2022-004 2021-010</p>	<p>FY 2023 CAP The Department of Labor and Workforce Development (DLWD) continues to monitor all first payment and non-monetary time lapse figures in order to meet the established USDOL Acceptable Levels of Performance (ALP). As workloads return to normal levels after the increased activity from the COVID-19 pandemic related claims, greater emphasis will continue to be placed on meeting all ALPs. Specifically relating to first payments and the previously discussed issues with claimants verifying their identity before any payments can be made, the DLWD has made some internal changes to how returned verified IDs from our ID verification partner (ID.me) are handled. These modifications to the internal process used to clear verified IDs are expected to have a positive impact on overall time lapse numbers as verified claimants will not be delayed longer than they previously were under the old process. The month of April starts the new reporting year for these figures to USDOL and New Jersey expects to see significant increases to first payment and non-monetary time lapse figures by the third quarter of calendar year 2024.</p> <p>FY 2022 CAP Update: No change to current plan as corrective actions have been fully implemented as of September 2023.</p> <p>FY 2022 CAP: New Jersey continues to make progress towards meeting the first payment and non-monetary time lapse standards as recovery from the historic claims filing related to the COVID-19 pandemic continues. As indicated in the prior year update, time lapse standards for both first payment and non-monetary continue to increase from the lows seen during the pandemic. Most recent figures for February 2023 show first payment time lapse at 65.1% and year-to-date at 54.5%, both up from what was reported last November 2022 at 40% and 36.4%, respectively. Non-monetary time lapse figures have also improved, with the most recent February 2023 figures reported as 62.6% for the month and 44.1% year-to-date, which is up from 24.0% for March 2022 and year-to-date at that time of 33.0%).</p> <p>It is important to note that before the pandemic hit in March 2020, New Jersey current figures at that time met all first payment and non-monetary time lapse standards for the reporting year that ended March 2020. The decrease to the timeliness figures is a direct result of the significant increase to workload volumes resulting from the pandemic and not due to a lack of proper internal controls.</p>	<p>Gregory Castellani (609) 292-2460 Gregory.Castellani@dol.nj.gov</p> <p>Revised Completion Date: January 2025.</p> <p>New Jersey continues to monitor workloads for both first payment and non-monetary time lapse measurements. Identity verification remains an issue with a segment of the claim population, and delays with claimants completing their ID verification has a direct bearing on first payment and non-monetary time lapse. New Jersey will continue to work on improving communications around the importance of timely verifying ID and provide assistance to claimants that may be struggling with this process. New Jersey has been working with USDOL to expand identity verification options and fully expects to have an agreement in place by the end of 2024 to allow claimants to report to any USPS Post Office for an in-person ID verification. This additional in- person option to complete ID verification provides greater flexibility for claimants to complete this requirement, especially those that struggle with the digital verification process that NJLWD currently uses.</p> <p>Once this in-person process at USPS is in place, it is expected to have a positive impact on time lapse scores and overall improvement for these metrics should show starting in early 2025.</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	<p>In addition to the high workloads, New Jersey has also implemented strict anti-fraud measures that include all new claims filed going through an identity proofing process before any payments can be issued. Delays on the claimant end to complete the verification process – either by the claimant not going through the process or having difficulty with completing it – also will have a direct impact on first payment time lapse. Increased education to claimants on the requirement to verify their ID, as well as increasing the tools and greater availability of support for ID verification will provide claimants with more options to meet this requirement. New Jersey has worked with our identity verification partner to allow for three different methods of verification; 1) self-service online, 2) connect to a ‘Trusted Referee’ with our identity verification partner who will provide the verification online through a video call, or 3) an in-person appointment at a walk-in center to complete the process. In addition to what is offered by the vendor, One Stop centers throughout the State have been equipped with upgraded monitors with cameras that will allow claimants that are unable to complete the process with our vendor to report to one of these centers and complete the process there.</p> <p>As New Jersey continues to work through the backlog of claims, it is anticipated that overall time lapse figures will continue to improve and for the reporting year ending March 2024 progress will be made towards meeting the established standards.</p> <p>FY 2021 CAP Update: No change to current plan as corrective actions have been partially implemented since the last audit period. As indicated in the FY 2021 CAP, the volume of initial claims filed due to the COVID-19 pandemic made it extremely difficult to meet the timeliness requirements. UI has made strides toward meeting the ETA performance measures for timely filing now that the CARES Act programs have ended and there has been a significant reduction in the volume of initial claims filed. For example, the June 2022 timeliness percentage within 21 days was 40.0% and the year-to-date was 36.4% and the November 2022 percentage was 63.7% and the year-to-date was 45.7% to illustrate the progress made in recent months.</p> <p>FY 2021 CAP: This new ETA reporting audit finding noted for the UI program is directly attributable to the massive volume of claims that were filed when businesses were shut down throughout the duration of the COVID-19 pandemic, and the fact that most of the claimants were brand new to the filing process. As a result, the DLWD was unable to meet the timeliness requirements during the FY 2021 audit period that directly coincided with the COVID-19 pandemic. This was a condition affecting all States and the USDOL has recognized this extremely rare situation and the difficulty it presented with complying with the timeliness requirements without penalty. DLWD expects this finding to be an isolated citation that will be corrected and come back into compliance under regular operating procedures now that the extraordinary volume created during the pandemic period has decreased significantly.</p>	
Unemployment Insurance (17.225)		

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

COVID-19 Unemployment Insurance (17.225) State Agency: Department of Labor and Workforce Development Federal Agency: U.S. Department of Labor		
<i>Information Technology General Controls</i>		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-005 2022-006 2021-012 2020-001	<p>FY 2023 CAP: The Department of Labor and Workforce Development's (DLWD) Office of Information Management, Services & Solutions (OIMSS) will continue its efforts to ensure staff compliance with existing controls over program change controls for the New Jersey Local Office Online Payment System (NJLOOPS). DLWD's efforts will continue to be guided by statewide change management best practices. OIMSS will add a Director-level approval step to the program promotion process that will validate that the required documentation has been uploaded to the change ticket. Except in circumstances involving emergency off-hours break fix resolution, separation of duties will be included as a check-off for approval to deploy program changes.</p> <p>FY 2022 CAP Update: No change to current plan as corrective actions have been fully implemented as of June 30, 2023.</p> <p>FY 2022 CAP: The DLWD Office of Information Management, Services & Solutions (OIMSS) will continue its efforts to strengthen and improve staff compliance with existing controls over program change controls for the New Jersey Local Office Online Payment System (NJLOOPS). OIMSS management will conduct a meeting with all staff involved in program changes to reiterate that existing control requirements must be adhered to at all times. DLWD expects to achieve full compliance with exiting controls by June 30, 2023.</p> <p>FY 2021 CAP Update: No change to current plan as corrective actions have been fully implemented as of June 2022.</p> <p>FY 2021 CAP: The Division of Information Technology (DIT) utilizes the Foot Prints system to document all change control requests made by program areas within the New Jersey Department of Labor. This system will be utilized to ensure that all system changes are documented including changes requested, programmatic work performed, testing, and approval of the effort for promotion to the Production environment. The Foot Prints system will document all actions taken, the signoffs by the application development staff, the testing efforts by quality assurance testing staff, and the sign off and approval to move the changes to the Production environment. In addition, the team will improve the documentation by using the attachment features within Foot Prints for the inclusion of relevant documents, notes emails, etc. associated with change control requests. This will ensure that all documentation is maintained around the testing and approval of system changes</p> <p>The DLWD Change Management Policy and Procedure underwent its annual review during the summer of 2022 to ensure it was in compliance with the requirement and recommendations of the Statewide Information Security Manual (SISM). Weekly Service Request review and Change Management meetings are also held by DIT.</p>	<p>Peter Skibar (609) 777-1844 Peter.Skibar@dol.nj.gov</p> <p>Matthew Curtis (609) 376-4021 Matthew.Curtis@dol.nj.gov</p> <p>Revised Completion Date: January 31, 2025</p> <p>The Department of Labor and Workforce Development's (DLWD) Office of Information Management, Services & Solutions (OIMSS) continues its efforts to ensure staff compliance with existing controls over program change controls for the New Jersey Local Office Online Payment System (NJLOOPS). DLWD's efforts continue to be guided by statewide change management best practices. Application change management requests and approvals are now authorized by the Change Management Board (CMB). Which includes the CIO, Director, and Assistant Director, and meet weekly. Except in circumstances involving emergency off-hours break fix resolution, separation of duties will be included as a check-off for approval to deploy program changes. The Administrative Directive is currently in draft form and is expected to be finalized by January 31, 2025.</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

Workforce Innovation and Opportunity Act (WIOA) Cluster (17.258, 17.259, 17.278) State Agency: Department of Labor and Workforce Development Federal Agency: U.S. Department of Labor		
<i>Reporting – Federal Funding Accountability and Transparency Act (FFATA)</i>		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-006 2022-007	<p>FY 2023 CAP: The Department of Labor and Workforce Development (DLWD) transitioned from a manual contract agreement process to a web-based grant administration system in recent years that employs the System for Administering Grants Electronically (SAGE) and IntelliGrants (IGX) applications. The DLWD FFATA Reporting Unit has access to these automated systems and monitors them on a monthly basis to identify when new subaward contracts/agreements are approved in order to report required data in the FFATA system timely. DLWD corrective actions regarding FFATA reporting are expected to be fully implemented as of June 30, 2024.</p> <p>FY 2022 CAP Update: No change to current plan as corrective actions are still in the process of being implemented with new anticipated completion date of June 30, 2024.</p> <p>FY 2022 CAP: In recent years, the DLWD has transitioned from a manual contract process to a web-based system (i.e., SAGE and IGX systems) and has also experienced changes in personnel responsible for the contracting process. Although progress has been made with getting the FFATA Reporting Unit access to these automated systems, the DLWD will continue to enhance the communication between the offices that prepare and approve the contracts/agreements and the FFATA Reporting Unit. DLWD will also develop procedures to ensure that timely and accurate information is provided to the FFATA Reporting Unit and that group will also be included in the grant approval process so the unit is notified timely.</p>	<p>Ahmanish Robinson (609) 984-4356 Ahmanish.Robinson@dol.nj.gov</p> <p>Theresa Vallely (609) 984-1779 Theresa.Vallely@dol.nj.gov</p> <p>Revised Completion Date: June 30, 2024</p> <p>The Department of Labor and Workforce Development (NJDOL) has implemented a procedure to ensure that FFATA reporting unit is notified both manually and/or electronically when a new subaward contracts/agreements are approved in order to report required data in the FFATA system timely. NJDOL corrective actions regarding FFATA reporting has been fully implemented as of June 30, 2024.</p>
Rehabilitation Services Vocational Rehabilitation Grants to States (84.126) State Agency: Department of Human Services Federal Agency: U.S. Department of Education		
<i>Allowable Costs/Cost Principles</i>		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-007 No finding in prior year	<p>FY 2023 CAP: The Department of Human Services (DHS), Central Office Payroll group will run reports biweekly to determine if any employees are on a leave without pay status greater than 10 days. This added reporting function will ensure that all DHS employees who are on a leave of absence without pay beyond 10 days have their PMIS histories updated upon each extension and return to work.</p>	<p>Maureen Taylor (609) 292-6106 Maureen.Taylor@dhs.nj.gov</p> <p>Completion Date: March 26, 2024</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

		No change to current plan as corrective actions have been fully implemented as of March 26, 2024.
Rehabilitation Services – Vocational Rehabilitation Grants to States (84.126) State Agency: Department of Labor and Workforce Federal Agency: U.S. Department of Health and Human Services		
<i>Reporting – Federal Funding Accountability and Transparency Act (FFATA)</i>		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-008 No finding in prior year	FY 2023 CAP: The Department of Labor and Workforce Development (DLWD), as the prime recipient of the federal awards, will ensure that all first-tier subawards made to entities totaling \$30,000 or greater will be entered timely into the FSRS in accordance with FFATA reporting requirements. The audit sample selections in question were based on manual DLWD notice of awards that were not communicated correctly to staff who are responsible for entering the required subaward information into FSRS. Going forward, DLWD staff who are responsible for entering data into the FSRS will be copied on all emails containing the manual notice of award(s) once the notice is signed by the DLWD Commissioner. These email communications will trigger the information to be entered into the FSRS.	Michael Varga (609) 351-3000 Michael.Varga@dol.nj.gov Completion Date: April 4, 2024 No change to current plan as corrective actions have been fully implemented April 4, 2024
Supporting Effective Instruction State Grants (84.367) State Agency: Department of Education Federal Agency: U.S. Department of Education		
<i>Reporting – Federal Funding Accountability and Transparency Act (FFATA)</i>		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-009 No finding in prior year	FY 2023 CAP: The New Jersey Department of Education (NJDOE) Office of Grants Management (OGM) understands the need to be compliant with FFATA reporting in accordance with the Uniform Guidance. Internal controls and processes are in place to ensure NJDOE's FFATA reporting process is working efficiently and timely. This noncompliance finding is not due to a lack of controls within NJDOE but lies squarely on system issues at SAM.gov and the FFATA Subaward Reporting System (FSRS) sites and until the issues listed below are corrected on these federal system sites, NJDOE will continue to be noncompliant with timely FFATA reporting. Issues with the SAM.gov and FSRS sites: <ul style="list-style-type: none"> SAM.gov has approved NJDOE's local education agency (LEA) registrations without a ZIP+4, but FSRS reporting system for FFATA uploads <i>requires</i> ZIP+4 for each LEA. The two systems use the same database, which means information registered on SAM.gov feeds directly into the FSRS system. However, because FSRS batch uploads require a ZIP+4, those LEAs that were approved by SAM.gov without a ZIP+4 during the registration process, are rejected from the FFATA report batch upload. There is an option to manually load each LEA and their details into the system, but the process becomes incredibly time consuming, given the 700+ LEAs in 	Martin Egan, Director NJDOE Office of Grants (609) 376-9089 Martin.Egan@doe.nj.gov Completion Date: Indeterminate, and based on federal implementation of fixes to SAM.gov and FSRS portal as noted in views No change to original plan. DOE continues to experience the same system issues at SAM.gov and the FSRS reporting sites.

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	<p>the state, the number of federal awards granted, and the steps for identifying & removing rejected LEAs from the batch upload.</p> <ul style="list-style-type: none"> • Issues NJDOE has with SAM.gov and FSRS have been shared with the federal helpdesk and a USED representative without avail, as the systematic issue remains unresolved and continues to delay our FFATA reporting process. • There are several rural LEAs in the state that do not have a ZIP+4. These LEAs will continue to be rejected from the batch upload, delaying our FFATA reporting process, if SAM.gov and FSRS do not come up with a viable solution. • There were a number of LEAs that were continuously rejected from the upload by FSRS for no obvious reasons. The error message received was the same exact error we receive for incorrect zip codes. After spending much time investigating the cause with the helpdesk support, it was identified that FSRS did not update their system to reflect the Congressional District code changes during New Jersey's redistricting process. • The FSRS system rejects batch uploads if a single lower-case SAM UEIs is entered in the batch file. However, SAM.gov search box and the FSRS manual uploads are not case sensitive. Batch uploads are the only place where SAM UEIs are case sensitive. Further, this information is not included in any of the FSRS User Guides or manuals. I have shared this with the FSRS helpdesk, but no solution was provided. Again, this discrepancy in their system affects and delays our FFATA reporting processes. <p>NJDOE dedicated personnel, including the director of OGM, continuously work with SAM.gov, FSRS system, and both system sites' help desks, to bring to light the issues mentioned above in order to express the urgent need for corrective actions at the federal system sites to allow for timely FFATA reporting. In addition internal controls and procedures are in place at NJDOE related to FFATA reporting and corrective actions are constantly performed in real time to perform the below NJDOE Internal Controls and Procedures. Some of these procedures include reviewing internal SAM applications and troubleshooting with NJDOE's local education agencies (LEAs) to correct data in the application and resubmit to the federal reporting system sites with more detail included below.</p> <p>NJDOE Internal Controls and Procedures:</p> <ul style="list-style-type: none"> • Due to the large number of LEAs in the state (700+), each FFATA report must be submitted via batch upload, which saves an enormous amount of time it takes to input data manually for every single LEA, for every grant. To address this need and to expedite the process, our vendor has created a reporting tool that generates a FFATA batch report. • We have been contacting the federal helpdesk to address the issues on their sites and asking for support. Some of those tickets were closed without providing any support and most were not helpful. • We have created and implemented an in-house System for Award Management (SAM) application, mandatory for all of our federal grant recipients. This was done specifically for FFATA reporting purposes to ensure data in these applications are directly tied to the FFATA batch reports. 	
--	--	--

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	<ul style="list-style-type: none"> The SAM applications go through a thorough review process, where data entered by the districts is compared with the data registered with SAM.gov (applicants are required to upload a copy of their Entity Overview Record, issued by SAM.gov). SAM applications are returned for changes whenever an applicant has entered data that is inconsistent with data on SAM.gov (i.e.. Incorrect SAM UEI, incorrect zip code, incorrect zip+4, incorrect City name). We have asked many of our districts to contact SAM.gov and update their physical address information to include the full 9-digit zip code, which was SAM.gov reviewers' oversight. Our school districts have commented that this process can take months. We are communicating with our districts/applicants on a daily basis through the review summary checklist, outlining the changes that must be made, as well as by email and phone. We have implemented an automatic messaging system, where applicants are reminded to update their SAM registration expiration date, multiple times a month leading up to their expiration date. <p>Due to the system discrepancy in the FSRS system's batch upload, we had to create a workaround pertaining to the district's SAM UEIs. As stated above, SAM UEIs, in batch FFATA reports, are case sensitive while not case sensitive anywhere else in the two system sites. We have updated our instructions in NJDOE's SAM application and have added another layer of application review, to ensure that all UEIs entered are in all capital letters. Because the federal helpdesk has ignored this discrepancy and did not resolve the issue, we are obligated to take additional steps and spend additional time on FFATA batch reports.</p>	
Education Stabilization Fund (84.425) State Agency: Department of Education Federal Agency: U.S. Department of Education		
<i>Reporting – Federal Funding Accountability and Transparency Act (FFATA)</i>		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-010 No finding in prior year	<p>FY 2023 CAP: The New Jersey Department of Education (NJDOE) Office of Grants Management (OGM) understands the need to be compliant with FFATA reporting in accordance with the Uniform Guidance. Internal controls and processes are in place to ensure NJDOE's FFATA reporting process is working efficiently and timely. This noncompliance finding is not due to a lack of controls within NJDOE but lies squarely on system issues at SAM.gov and the FFATA Subaward Reporting System (FSRS) sites and until the issues listed below are corrected on these federal system sites, NJDOE will continue to be noncompliant with timely FFATA reporting.</p> <p>Issues with the SAM.gov and FSRS sites:</p> <ul style="list-style-type: none"> SAM.gov has approved NJDOE's local education agency (LEA) registrations without a ZIP+4, but FSRS reporting system for FFATA uploads <i>requires</i> ZIP+4 for each LEA. The two systems 	<p>Martin Egan, Director NJDOE Office of Grants (609) 376-9089 Martin.Egan@doe.nj.gov</p> <p>Completion Date: Indeterminate and it is based on federal implementation of fixes to SAM.gov and FSRS portal as noted in views.</p> <p>No change to original plan. DOE continues to experience the same system issues at SAM.gov and the FSRS reporting sites.</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	<p>use the same database, which means information registered on SAM.gov feeds directly into the FSRS system. However, because FSRS batch uploads require a ZIP+4, those LEAs that were approved by SAM.gov without a ZIP+4 during the registration process, are rejected from the FFATA report batch upload. There is an option to manually load each LEA and their details into the system, but the process becomes incredibly time consuming, given the 700+ LEAs in the state, the number of federal awards granted, and the steps for identifying & removing rejected LEAs from the batch upload.</p> <ul style="list-style-type: none"> • Issues NJDOE has with SAM.gov and FSRS have been shared with the federal helpdesk and a USED representative without avail, as the systematic issue remains unresolved and continues to delay our FFATA reporting process. • There are several rural LEAs in the state that do not have a ZIP+4. These LEAs will continue to be rejected from the batch upload, delaying our FFATA reporting process, if SAM.gov and FSRS do not come up with a viable solution. • There were a number of LEAs that were continuously rejected from the upload by FSRS for no obvious reasons. The error message received was the same exact error we receive for incorrect zip codes. After spending much time investigating the cause with the helpdesk support, it was identified that FSRS did not update their system to reflect the Congressional District code changes during New Jersey's redistricting process. • The FSRS system rejects batch uploads if a single lower-case SAM UEIs is entered in the batch file. However, SAM.gov search box and the FSRS manual uploads are not case sensitive. Batch uploads are the only place where SAM UEIs are case sensitive. Further, this information is not included in any of the FSRS User Guides or manuals. I have shared this with the FSRS helpdesk, but no solution was provided. Again, this discrepancy in their system affects and delays our FFATA reporting processes. <p>NJDOE dedicated personnel, including the director of OGM, continuously work with SAM.gov, FSRS system, and both system sites' help desks, to bring to light the issues mentioned above in order to express the urgent need for corrective actions at the federal system sites to allow for timely FFATA reporting. In addition internal controls and procedures are in place at NJDOE related to FFATA reporting and corrective actions are constantly performed in real time to perform the below NJDOE Internal Controls and Procedures. Some of these procedures include reviewing internal SAM applications and troubleshooting with NJDOE's local education agencies (LEAs) to correct data in the application and resubmit to the federal reporting system sites with more detail included below.</p> <p>NJDOE Internal Controls and Procedures:</p> <ul style="list-style-type: none"> • Due to the large number of LEAs in the state (700+), each FFATA report must be submitted via batch upload, which saves an enormous amount of time it takes to input data manually for every single LEA, for every grant. To address this need and to expedite the process, our vendor has created a reporting tool that generates a FFATA batch report. • We have been contacting the federal helpdesk to address the issues on their sites and asking for support. Some of those tickets were closed without providing any support and most were not helpful. 	
--	--	--

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	<ul style="list-style-type: none"> • We have created and implemented an in-house System for Award Management (SAM) application, mandatory for all of our federal grant recipients. This was done specifically for FFATA reporting purposes to ensure data in these applications are directly tied to the FFATA batch reports. • The SAM applications go through a thorough review process, where data entered by the districts is compared with the data registered with SAM.gov (applicants are required to upload a copy of their Entity Overview Record, issued by SAM.gov). • SAM applications are returned for changes whenever an applicant has entered data that is inconsistent with data on SAM.gov (i.e.. Incorrect SAM UEI, incorrect zip code, incorrect zip+4, incorrect City name). • We have asked many of our districts to contact SAM.gov and update their physical address information to include the full 9-digit zip code, which was SAM.gov reviewers' oversight. Our school districts have commented that this process can take months. • We are communicating with our districts/applicants on a daily basis through the review summary checklist, outlining the changes that must be made, as well as by email and phone. • We have implemented an automatic messaging system, where applicants are reminded to update their SAM registration expiration date, multiple times a month leading up to their expiration date. <p>Due to the system discrepancy in the FSRS system's batch upload, we had to create a workaround pertaining to the district's SAM UEIs. As stated above, SAM UEIs, in batch FFATA reports, are case sensitive while not case sensitive anywhere else in the two system sites. We have updated our instructions in NJDOE's SAM application and have added another layer of application review, to ensure that all UEIs entered are in all capital letters. Because the federal helpdesk has ignored this discrepancy and did not resolve the issue, we are obligated to take additional steps and spend additional time on FFATA batch reports.</p>	
Aging Cluster (93.044, 93.045, 93.053) COVID-19 Aging Cluster (93.044, 93.045, 93.053) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services		
<i>Subrecipient Monitoring</i>		
FINDING # ¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-011 No finding in prior year	FY 2023 CAP: The Division of Aging Services (DoAS) will comply with the pass-through entity and subrecipient monitoring requirements under the federal Uniform Guidance as per CFR § 200.332(a). The DoAS will provide all required information to the subrecipient at the time of award issuance. This subaward notice will be posted as a miscellaneous attachment to contracts in the Division's System for	Hetal Bhatt (609) 438-4586 Hetal.Bhatt2@dhs.nj.gov

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	Administering Grants Electronically (SAGE), or via mail, fax or email to those subawards not administered in SAGE. DoAS plans to complete and update this information on SAGE within 60 days.	<p>Mary Kurfuss (609) 438-4739 Mary.Kurfuss@dhs.nj.gov</p> <p>Completion Date: May 31, 2024</p> <p>The Division is starting a new process to include subrecipient monitoring required information in SAGE- subaward notice will be posted as a miscellaneous attachment to contracts in the Division's SAGE system for January 2025 contract cycle. Renewal packages of January contracts are being completed with this added information.</p>
<p>Aging Cluster (93.044, 93.045, 93.053) COVID-19 Aging Cluster (93.044, 93.045, 93.053) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services</p> <p><i>Reporting – Federal Funding Accountability and Transparency Act (FFATA)</i></p>		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-012 2022-012 2021-015	<p>FY 2023 CAP: The Division of Aging Services (DoAS) implemented the FFATA reporting process in June 2023; however, DoAS fell behind on timely submission of FFATA reports due to staffing constraints. To address this issue, the DoAS plans to hire a fiscal analyst dedicated to managing FFATA reporting. DoAS is planning to be up-to-date on FFATA reporting and timely submission within 90 days.</p> <p>FY 2022 CAP Update: No change to current plan as corrective actions have been fully implemented as of June 2023. The FFATA Reporting process is in place effective June 2023 and the DoAS is now in compliance with these reporting requirements.</p> <p>FY 2022 CAP: The Department of Human Services, Division of Aging Services (DoAS) continues to work towards attaining full compliance with Federal Funding Accountability and Transparency Act (FFATA) requirements. The DoAS continues to consult with the Department and/or other DHS Division fiscal leadership to finalize the FFATA procedures. These procedures shall include creating a list of all active first-tier subawards of federal funds DoAS has issued at \$30,000 or more. The list will include all the data fields required for FFATA reporting. DoAS grants management members will ensure each of the identified subawards is entered on the Federal Subaward Reporting System (FSRS) website. DoAS will also revise internal procedures to ensure all future subawards of \$30,000 or more are entered on FSRS within 30 days of award.</p> <p>FY 2021 CAP Update: No change to original plan. Completion date extended to March 31, 2023</p>	<p>Hetal Bhatt 609-438-4586 Hetal.Bhatt@dhs.nj.gov</p> <p>Mary Kurfuss 609-438-4739 Mary.Kurfuss@dhs.nj.gov</p> <p>Revised Completion Date: June 2023.</p> <p>The FFATA Reporting process is in place effective June 2023. Recently DoAS was able to hire a new staff who is responsible to submit FFATA reports in timely manner. The Divisional staff is currently working to update with timely submission. DoAS is now in compliance with these timely submission of FFATA reports.</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	<p>FY 2021 CAP: The Department of Human Services, Division of Aging Services (DoAS) will attain full compliance with Federal Funding Accountability and Transparency Act (FFATA) requirements. The DoAS will consult with the Department and/or other DHS Division fiscal leadership to develop its FFATA procedures. These procedures shall include creating a list of all active first-tier subawards of federal funds DoAS has issued at \$30,000 or more. The list will include all the data fields required for FFATA reporting. DoAS grants management members will ensure each of the identified subawards is entered on the Federal Subaward Reporting System (FSRS) website. DoAS will revise internal procedures to ensure all future subawards of \$30,000 or more are entered on FSRS within 30 days of award.</p>	
<p>Immunization Cooperative Agreements (93.268) COVID-19 Immunization Cooperative Agreements (93.268) State Agency: Department of Health Federal Agency: U.S. Department of Health and Human Services</p>		
Reporting – Federal Funding Accountability and Transparency Act (FFATA)		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN
2023-013 2022-013	<p>FY 2023 CAP: The Department of Health’s (DOH) Vaccine Preventable Disease Program (VPDP) is in compliance with the Federal Funding Accountability and Transparency Act (FFATA) requirements with regard to reporting all active first-tier subawards of federal COVID-19 funds that DOH divisions have issued totaling \$30,000 or greater under this Cooperative Agreement and COVID-19 Supplemental. However, it is not in compliance with regard to reporting required subaward data in FSRS by the end of the month following the month in which DOH has made the subawards totaling \$30,000 or greater. Completion Date: March 24, 2023</p> <p>The VPDP will continue to follow the DOH policy set forth in FMC 22-05 and report to FSRS all active first-tier subawards of federal COVID-19 funds DOH divisions have issued at \$30,000 or greater under the COVID-19 Supplementals. The VPDP fiscal/grants leadership team will strive to ensure each of the identified subawards is entered on the FFATA Subaward Reporting System (FSRS) website by the end of the month following the month that DOH has made the subawards. VPDP will continue its efforts to bring the gap in reporting to FSRS down from five months presently to within the specified FFATA submission deadlines denoted above. VPDP also has on boarded a full-time Contract Administrator 2 who will be responsible for reporting FFATA data into FSRS for the Immunization Cooperative Agreement.</p> <p>FY 2022 CAP Update: No change to current plan as corrective actions have been fully implemented as of August 2022. The Vaccine Preventable Disease Program (VPDP) is now working towards full compliance with Federal Funding Accountability and Transparency Act (FFATA) requirements.</p> <p>FY 2022 CAP: The Department of Health, Division of Epidemiology, Environmental and Occupational Health’s (DEEOH), Vaccine Preventable Disease Program (VPDP) will attain full compliance with Federal Funding Accountability and Transparency Act (FFATA) requirements. The VPDP on boarded a full-time lead fiscal/grants officer in August 2022 to oversee the Immunization Cooperative Agreements, including COVID-19 supplemental funding. VPDP fiscal/grants leadership will implement FFATA procedures for the Immunization Cooperative Agreement. These procedures shall include creating a list</p>	<p>Susan Barcarola (609) 913-5302 Susan.Barcarola1@doh.nj.gov</p> <p>Revised Completion Date: April 4, 2024.</p> <p>No change to the current plan as corrective actions have been fully implemented as of April 2024.</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	of all active first-tier subawards of federal funds DEEOH has issued at \$30,000 or more under this Cooperative Agreement. The list will include all the data fields required for FFATA reporting. DEEOH fiscal/grants leadership will ensure each of the identified sub-awards is entered on the FFATA Subaward Reporting System (FSRS) website within 30 days of award issuance or award amendment.	
Epidemiology and Laboratory Capacity for Infectious Diseases (93.323) COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases (93.323) State Agency: Department of Health Federal Agency: U.S. Department of Health and Human Services		
Reporting – Federal Funding Accountability and Transparency Act (FFATA)		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-014 2022-015 2021-017	<p>FY 2023 CAP: Based on the Corrective Action Plan (CAP) developed for the prior year FY 2022 audit finding cited for FFATA reporting, the Department of Health (DOH) Grants Unit, with coordination from the Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) fiscal staff, added a new function to the System for Administering Grants Electronically (SAGE) that pulls all subaward data for the ELC program using the program’s 93.323 federal Assistance Listing Number (ALN). Thus, the CAP implemented in September 2022 for the prior year FY 2022 audit finding includes SAGE now pulling the subaward data for the entire ELC program by the ALN number and enables the ELC fiscal staff to access all ELC subawards within the DOH. ELC fiscal staff also has a task reminder set to report at the end of each month, enter subaward information into the FFATA Subaward Reporting System (FSRS), and upload each report submitted to the SharePoint ELC Document Library at the end of each month. As per the original CAP created under the FY 2022 audit, FFATA information for ELC subawards were entered into FSRS beginning on September 1, 2022 and DOH actions and efforts have continued to ensure compliance going forward.</p> <p>FY 2022 CAP Update: No change to current plan as corrective actions have been fully implemented as of September 2022. All corrective measures of the New Jersey Epidemiology and Laboratory Capacity for Infectious Diseases Program continue to be applied to ensure compliance with FFATA reporting requirements in future fiscal years.</p> <p>FY 2022 CAP: With the Corrective Action Plan (CAP) previously developed as a result of the prior year 2021 audit finding, the Department’s Grants Unit with coordination from ELC program fiscal staff added a new function to the SAGE system that pulls all subaward data for all of ELC using its assigned ALN number 93.323. This system change was implemented in September 2022 that allows SAGE to pull data by CFDA number and enables the ELC fiscal staff to access all ELC subawards. ELC fiscal staff also has a reminder set to report at the end of each month, to enter FFATA information into FSRS, and to upload each report to SharePoint ELC Document Library at the end of each month.</p> <p>As per the prior year CAP created in September 2022, FFATA information for ELC subawards began being entered into FSRS on September 1, 2022.</p>	<p>Secil Onat (609) 913-5308 Secil.Onat@doh.nj.gov</p> <p>Rina Warehall (609) 913-5300 Rina.Warehall@doh.nj.gov</p> <p>Revised Completion Date: April 10, 2024.</p> <p>No change to the current plan as corrective actions have been fully implemented as of April 2024.</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	<p>FY 2021 CAP: The Department of Health (DOH) acknowledges that the subaward reports were not submitted timely during the current FY 2021 audit period, and that under normal circumstances, this oversight would be deemed an audit finding. However, based on our unique and historic circumstances during the said period, the DOH would like to appeal to the Good Faith exception for this finding under the Federal Funding Accountability and Transparency (FFATA) Act.</p> <p>Under the Act, in the event that applicable subawards were not properly reported by a recipient, the auditor should evaluate compliance based on whether a recipient demonstrated a “good faith” effort to comply, evidenced by proper documentation. Moreover, under the FFATA Act, auditors are not required to report audit findings when there is evidence a recipient demonstrated a good faith effort.</p> <p>Please see the following link from the Federal Service Desk site: Federal Service Desk: Q&A on Testing FFATA Reporting Compliance</p> <p>The DOH believes that we have taken numerous steps, in good faith, to comply with the requirements under the Act, as soon as we were made aware of this non-compliance. To start, the scope of the audit period was during the beginning and the height of the historic COVID-19 declared state of emergency. The ELC COVID Unit was newly created to handle a series of historic CDC funding awards (over \$1.5 billion), with varying funding requirements. The unit was made aware that a separate FFATA reporting was required for each cooperative agreement approximately two months prior to the current audit. However, upon notice, DOH reached out to our partners and established the necessary accounts/access requirements and contacted all the stakeholders. As such, through a sense of urgency among all staff, DOH was able to gather and submit all outstanding reports. Moreover, DOH has copied the auditor in our internal e-mail communications in our compliance efforts.</p> <p>Moreover, our attempt to invoke the good faith exception under the Act has been unsuccessful during our subsequent meetings with the auditors. Specifically, the auditor claims that we have not provided sufficient documentation such as emails, as detailed in the Act; however, the Act references the emails only as one of two examples of good faith exceptions (indicated by “such as”), and therefore, it does not provide an exhaustive list of all exceptions. Therefore, we maintain our position as set forth above.</p> <p>Moving forward, with awareness and newly created infrastructure, the DOH is committed to submitting timely FFATA reports. As such, the DOH respectfully requests that this oversight, which has since been cured, not be listed as an audit finding, as per the Good Faith exception under the Act. Thank you for your consideration.</p>	
<p>Epidemiology and Laboratory Capacity for Infectious Diseases (93.323) COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases (93.323) State Agency: Department of Health Federal Agency: U.S. Department of Health and Human Services</p>		
<p><i>Subrecipient Monitoring</i></p>		
FINDING # ¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

<p>2023-015 No finding in prior year</p>	<p>FY 2023 CAP: The Department of Health (DOH) will enhance its internal controls and procedures, regarding federal subawards issued by other New Jersey State departments and agencies on behalf of DOH. The Department's Memorandum of Agreement (MOA) and Memorandum of Understanding (MOU) documents will be updated and enhanced to list and define the specific responsibilities and requirements of other departments and pass-through entities more clearly when issuing subawards with federal funding derived from DOH. If necessary, the updated MOA/MOU documents may also include an Exhibit specific to Subrecipient Monitoring, containing the federal Uniform Guidance compliance requirements including mandatory reporting of subgrantee performance indicators and listing records retention requirements for all documentation of monitored subrecipient activities.</p>	<p>Eric Carlsson (609) 376-8480 Eric.Carlsson@doh.nj.gov</p> <p>Completion Date: April 5, 2024.</p> <p>No change to the current plan as corrective actions have been fully implemented as of April 2024.</p>
<p>Temporary Assistance for Needy Families (93.558) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services</p> <p><i>Reporting – Federal Financial Accountability and Transparency Act (FFATA)</i></p>		
FINDING # ¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
<p>2023-016 No finding in prior year</p>	<p>FY 2023 CAP:The Department of Human Services' Division of Family Development (DFD) agrees with the audit finding regarding the required submission of subawards to the FFATA Subaward Reporting System (FSRS). Due to the complexity and time required to compile and report FFATA subaward data, the DFD is in the process of creating a new full-time equivalent position (FTE) for this required federal reporting task.</p> <p>In accordance with the finding recommendation, the DFD will develop internal controls and procedures to ensure the timely reporting of all required subawards to FSRS. An initial review of the FSRS by DFD fiscal staff appeared to indicate that some federal grant award data that should be prepopulated by the awarding federal agency and available on the website was missing (e.g. Child Care M&M available; Discretionary not found). Staff will reach out to the necessary federal agencies to communicate instances of missing federal award information in an effort to ensure that the DFD has the ability to input the required subaward information. Policy Completion Date: June 30, 2024</p> <p>DFD anticipates that the assessment and development of policy and procedures related to this task will take approximately three (3) months. Staff assignment, training, and submission of federal grant subaward information to the federal website will occur over the next state fiscal year.</p>	<p>Thomas Mattaliano, CFO-DFD (609) 588-3370 Thomas.Mattaliano@dhs.nj.gov</p> <p>Revised Completion Date: Fiscal Year 2025</p> <p>Staff assignment and training is currently in progress. The Division requires more time for implementation and submission of federal grant information.</p>
<p>Low-Income Home Energy Assistance Program (93.568) COVID-19 Low-Income Home Energy Assistance Program (93.568) State Agency: Department of Community Affairs Federal Agency: U.S. Department of Health and Human Services</p> <p><i>Reporting – Federal Funding Accountability and Transparency Act (FFATA)</i></p>		

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

FINDING # ¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-017 2022-017 No finding in prior year	<p>FY 2023 CAP: The Department of Community Affairs (DCA) has recently implemented timely reporting of required FFATA subaward data in the Federal Subaward Reporting System (FSRS). The FFATA reporting process is fully documented, and additional staff have been hired and trained on the process to further support the federal reporting functions. The FFATA reports identified by the auditors with inaccurate subaward amounts reported have also been corrected in FSRS.</p> <p>FY 2022 CAP Update: The new staff member has been trained in running the FFATA report from the DCA System for Administering Grants Electronically (SAGE) for applications and grants to identify awards that are required to be reported in the Federal Subaward Reporting System (FSRS). DCA has established a regular reporting schedule where the SAGE FFATA reports are produced monthly and results are shared with the program manager. FFATA reports for LIHEAP award 2302NJLIEA have been submitted for February, March, and May 2023. The new staff member continues to work on preparing and submitting reports for LIHEAP award 23NJLIEA and has also begun working backwards to submit FFATA reports for prior year's awards, beginning with 2022</p> <p>FY 2022 CAP: The Department of Community Affairs (DCA) now has a staff member in place with assigned responsibility for the FFATA reporting in the Federal Subaward Reporting System (FSRS) and other required federal reporting. To ensure that all required reporting in FSRS is completed timely, the process and procedures will be fully documented and the LIHEAP program manager will verify completion each month. DCA will also hire additional staff or cross-train current staff to further support the federal reporting function.</p>	<p>Fidel Ekhehar (609) 815-3905 Fidel.Ekhehar@dca.nj.gov Completion Date: April 30, 2024.</p> <p>No change to the current plan as corrective actions have been fully implemented as of April 30, 2024.</p>
Low-Income Home Energy Assistance Program (93.568) COVID-19 Low-Income Home Energy Assistance Program (93.568) State Agency: Department of Community Affairs Federal Agency: U.S. Department of Health and Human Services Subrecipient Monitoring		
FINDING # ¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-018 No finding in prior year	<p>FY 2023 CAP: The Department of Community Affairs (DCA) has reviewed and enhanced internal controls and procedures to ensure that all required information, as per the federal Uniform Guidance pass-through entity requirements, is included in all new LIHEAP subaward contracts. These subaward agreement control enhancements have been implemented effective with the fiscal year 2024 contracts.</p>	<p>Fidel Ekhehar (609) 815-3905 Fidel.Ekhehar@dca.nj.gov Completion Date: April 30, 2024.</p> <p>No change to the current plan as corrective actions have been fully implemented as of April 30, 2024</p>
Low-Income Home Energy Assistance Program (93.568) COVID-19 Low-Income Home Energy Assistance Program (93.568) State Agency: Department of Community Affairs Federal Agency: U.S. Department of Health and Human Services		

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

Reporting – Performance and Special Reporting		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-019 2022-019	<p>FY 2023 CAP: The Department of Community Affairs (DCA) Low-Income Home Energy Assistance Program (LIHEAP) staff have been fully trained to coordinate with the Applied Public Policy Research Institute for Study and Evaluation (APPRISE) and the federal U.S. Department of Health and Human Services (HHS) to ensure that all required reports are submitted timely. DCA has created a schedule of required reports that includes corresponding submission due dates and the process is designed to ensure adequate time is available to accommodate the necessary back and forth communications between DCA and APPRISE required to complete all reporting timely.</p> <p>FY 2022 CAP Update: No change to current plan as corrective actions have been fully implemented for the period ending June 30, 2023. The LIHEAP program has consistently worked with APPRISE to ensure that mandatory reports are accurate and submitted timely to APPRISE for their review in order to meet all USDHHS deadlines.</p> <p>FY 2022 CAP: All performance and special reports noted in the audit finding must be approved by the Applied Public Policy Research Institute for Study and Evaluation (APPRISE - USDHHS Consultants) before they are submitted to USDHHS. The final reports noted as exceptions were not submitted on time due to pandemic related complications, staff retirements and communication issues with APPRISE. As recommended, the DCA has reviewed current reporting procedures and Program staff will be assigned the responsibility to prepare all reports, work with APPRISE to obtain required approvals, and submit the all required reports on a timely basis. Reporting due dates and deadlines will be documented to ensure that initial reports are produced timely. The timeframe needed to coordinate with the APPRISE consultants for reviews and updates to the reports will also be built into the process so that final reports are submitted to USDHHS by the due date. All reporting procedures will be documented and distributed to LIHEAP program staff.</p>	<p>Fidel Ekhelar (609) 815-3905 Fidel.Ekhelar@dca.nj.gov</p> <p>Completion Date: April 30, 2024</p> <p>No change to the current plan as corrective actions have been fully implemented as of April 30, 2024</p>
<p>Child Care and Development Fund Cluster (93.575, 93.596) COVID-19 Child Care and Development Fund Cluster (93.575, 93.596) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services</p>		
Reporting – Federal Financial Accountability and Transparency Act (FFATA)		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-020 2022-020	<p>FY 2023 CAP: The Department of Human Services' Division of Family Development (DFD) agrees with the audit finding regarding the required submission of subawards to the FFATA Subaward Reporting System (FSRS). Due to the complexity and time required to compile and report FFATA subaward data, the DFD is in the process of creating a new full-time equivalent position (FTE) for this required federal reporting task.</p>	<p>Thomas Mattaliano, CFO-DFD (609) 588-3370 Thomas.Mattaliano@dhs.nj.gov</p> <p>Revised Completion Date: Fiscal Year 2025</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	<p>In accordance with the finding recommendation, the DFD will develop internal controls and procedures to ensure the timely reporting of all required subawards to FSRS. An initial review of the FSRS by DFD fiscal staff appeared to indicate that some federal grant award data that should be prepopulated by the awarding federal agency and available on the website was missing (e.g. Child Care M&M available; Discretionary not found). Staff will reach out to the necessary federal agencies to communicate instances of missing federal award information in an effort to ensure that the DFD has the ability to input the required subaward information.</p> <p>DFD anticipates that the assessment and development of policy and procedures related to this task will take approximately three (3) months. Staff assignment, training, and submission of federal grant subaward information to the federal website will occur over the next state fiscal year.</p> <p>FY 2022 CAP Update: No change to current plan as agency efforts to achieve compliance with FFATA reporting requirements remains ongoing. The development of policy and procedures related to FFATA reporting are still in process. The DFD requires more time for staff assignment, research, and training related to the submission of federal grant information.</p> <p>New projected policy and procedures development completion: March 1, 2024 Assignment and submission of federal reports: June 30, 2024</p> <p>FY 2022 CAP: The DHS Division of Family Development (DFD) agrees with the audit finding regarding the submission of subawards to the FFFATA Subaward Reporting System (FSRS).</p> <p>In accordance with the finding recommendation, the DFD will develop internal controls and procedures to ensure the timely reporting of all required subawards to FSRS. An initial review of the FSRS by DFD fiscal staff appeared to indicate that some federal grant data that should be prepopulated on the website was missing (e.g. Child Care M&M available; discretionary not found). DFD will work with the necessary federal agencies to ensure that the Division can input the required information for all awards.</p> <p>Assessment and development of policy and procedures related to this task will take approximately three months. Staff assignment, training, and submission of federal grant information to the federal website will occur over the next State fiscal year 2024.</p> <p>Projected policy and procedures development completion: July 1, 2023. Assignment and submission of federal reports: June 30, 2024.</p>	<p>Staff assignment and training is currently in progress. The Division requires more time for implementation and submission of federal grant information.</p>
<p>Child Care and Development Fund Cluster (93.575, 93.596) COVID-19 Child Care and Development Fund Cluster (93.575, 93.596) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services</p> <p><i>Subrecipient Monitoring</i></p>		
FINDING # ¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

<p>2023-021 No finding in prior year</p>	<p>FY 2023 CAP: In accordance with the audit finding recommendation, the Department of Human Services' Division of Family Development (DFD) will ensure that the applicable federal award date will be included with the contract award information as required by Uniform Guidance pass-through entity requirements.</p> <p>Subrecipient monitoring was performed in a timely manner in compliance with DHS Contract Policy with the exception of one subrecipient, NJSACC. NJSACC's fiscal review documents are due back to DFD on April 15, 2024. Once received, DFD will schedule a fiscal review meeting with the agency and the entire process should be completed within one (1) month of receipt. In addition, DFD will review the current policy for clarity, reasonableness, and to ensure compliance.</p>	<p>Thomas Mattaliano, CFO-DFD (609) 588-3370 Thomas.Mattaliano@dhs.nj.gov</p> <p>Completion Date June 30 2024</p> <p>Fiscal review for NJSACC was completed 4/17/24. Corrective actions to ensure applicable federal award dates are included with contract award information have been fully implemented.</p>
<p>Medicaid Cluster (93.775, 93.777, 93.778) Children's Health Insurance Program (93.767) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services</p>		
<p><i>Special Tests and Provisions – Managed Care Financial Audit</i></p>		
FINDING # ¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN
<p>2023-022 2022-022 2021-019</p>	<p>FY 2023 CAP: There is no change to the prior year corrective action plan provided by the Department of Human Services, Division of Medical Assistance and Health Services (DMAHS) as corrective actions have been fully implemented as of January 2023. Current Managed Care Organization (MCO) contracts no longer contain the language requiring an audit conducted specifically in accordance with generally accepted accounting principles and generally accepted auditing standards and now specify that AUP reports are acceptable. Section 7.25.1(B) of the MCO Contract was updated effective January 2023 and removed the language requiring audits in accordance with generally accepted accounting principles and generally accepted auditing standards, and specifies that an AUP report is acceptable per guidance provided under Medicaid and CHIP Managed Care Final Rule (CMS-2390-F) Frequently Asked Question number Q10.</p> <p>FY 2022 CAP Update: No change to current plan as corrective actions have been fully implemented as of January 2023. Current MCO Contracts no longer contain the language requiring an audit conducted specifically in accordance with generally accepted accounting principles and generally accepted auditing standards and now specify that AUP reports are acceptable.</p> <p>FY 2022 CAP: Based on this audit finding recommendation, Section 7.25.1(B) of the MCO Contract has been updated effective January 2023. The update removes language requiring audits in accordance with generally accepted accounting principles and generally accepted auditing standards, and specifies that an AUP report is acceptable per guidance provided under Medicaid and CHIP Managed Care Final Rule (CMS-2390-F) Frequently Asked Question number Q10.</p> <p>FY 2021 CAP Update: No change to current plan as corrective actions were not fully implemented for the period ending June 30, 2022.</p>	<p>Robert Durborow 609-588-2858 Robert.Durborow@dhs.nj.gov</p> <p>Completion Date: January 2023</p> <p>No change to current plan as corrective actions have been fully implemented as of January 2023</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	FY 2021 CAP: The Division of Medical Assistance and Health Services (DMAHS) will update the Managed Care contract removing the language specifying the requirement for an audit conducted under generally accepted accounting principles and revise it to reflect the current practice of accepting the AUP report, as acceptable within the flexibility outlined in the Managed Care Final Rule (CMS-2390-F) FAQ #10.	
Medicaid Cluster (93.775, 93.777, 93.778) COVID-19 Medicaid Cluster (93.775, 93.777, 93.778) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services		
<i>Reporting – CMS 64</i>		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-023 No finding in prior year	FY 2023 CAP: With regard to the late quarterly CMS 64 report submission noted in the audit finding, the Department of Human Services, Division of Medical Assistance and Health Services (DMAHS) notified the Center for Medicaid Services (CMS) in advance that the report for the December 31, 2022 quarter would be filed after the due date. DMHAS is working to streamline reporting of the CMS-64 by improving automation where possible in order to adhere to the due date. However, as in the case of the report for quarter ending December 31, 2022, the DMAHS places strong emphasis on the accuracy and integrity of its quarterly CMS-64 reporting, which may at times lead to submission after the required due date. In the event this occurs, the DMAHS will continue to notify CMS in advance when reports will be submitted after the due date.	Robert Durborow (609) 588-2858 Robert.Durborow@dhs.nj.gov Completion Date: Fiscal Year 2024 and Ongoing The latest CMS-64 report for the QE 6/30/2024 was submitted on time. The State will make every effort to submit future reports on time but will not jeopardize the accuracy and integrity of the report to meet the due date. It should be noted that approximately 40% of the States do not submit their CMS-64 reports on time.
Opioid STR (93.788) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services		
<i>Reporting – Federal Funding Accountability and Transparency Act (FFATA)</i>		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-024 No finding in prior year	FY 2023 CAP: The Department of Human Services, Division of Mental Health and Addiction Services (DMHAS) agrees that for fiscal year 2023 there were no Federal Funding Accountability & Transparency Act (FFATA) reporting procedures in place. It is important to note however, that DMHAS provided adequate support for subrecipient payments to each of the selected samples and corresponding dollar amounts. DMHAS was unable to comply with the FFATA reporting requirements due to insufficient	John Fogliano, Deputy CFO (609) 438-4278 John.Fogliano@dhs.nj.gov Completion Date :January 1, 2025

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	<p>staffing levels, the significant volume of data and effort required, and the significant demands and operational challenges precipitated by the Covid-19 Public Health Emergency.</p> <p>DMHAS will develop a formal policy with procedures to comply with FFATA reporting requirements. More specifically, the policy will identify all FFATA reporting requirements consistent with the law, and dictate standard operating procedures, including ongoing monitoring and progress reporting. DMHAS's policy and practices will rely upon, and comport with, the applicable materials and Awardee User resources available at: https://www.fsrs.gov/ and https://www.fsrs.gov/documents/FSRS_Awardee_User_Guide.pdf. DMHAS procedures will ensure the reporting of all first-tier subawards of \$30,000 or more to the FSRS with all required FFATA data elements included.</p> <p>DMHAS will hire at least one (1) additional staff for the requisite data entry. The new staff member will be situated in the DMHAS Fiscal Unit, and will report directly to, and be under the supervision of the Fiscal Unit Budget Manager. One hundred percent of the new hire's effort will be dedicated to FFATA reporting and data entry. DMHAS began the new hire process on or about March 22, 2024, and anticipates that the new hire will be on boarded in approximately ninety (90) days. In addition, the DMHAS Fiscal Unit Contract Manager (or the Contract Manager's designated staff) will work with the Budget Manager and the FFATA new hire to assist with the collection and verification of the requisite Subrecipient data that must be entered into the FSRS portal.</p> <p>DMHAS will require all staff with FFATA reporting duties to complete the available online trainings. Furthermore, designated staff will be required to complete a FFATA Access Request Form that will be reviewed and approved by the DMHAS Chief Financial Officer. Designated staff shall also be subject to fixed Eligibility Criteria (e.g. completion of all IT Security Trainings, FFATA training(s), current DHS Confidentiality and Non-Disclosure Agreement, etc.). Access will be revoked if a Disqualifying Event such as separation of employment or failure to complete training occurs.</p> <p>DMHAS conferred recently with DHS, the designated grant recipient, and secured from DHS the requisite FSRS login credentials. DMHAS Fiscal logged into the reporting system and began work on a process description.</p> <p>DMHAS is committed to FFATA compliance, is prioritizing FFATA policy, procedures and reporting, and is making a good faith effort to comply. DMHAS will ensure that the requisite sub-award data is entered timely (no later than the end of the month following the month of issuance) into the FSRS portal, beginning January 1, 2025. In the event DMHAS cannot complete timely data entry into FSRS because of system issues outside of its control (e.g. the underlying federal award does not appear in FSRS), DMHAS will keep a record of the requisite data and document its efforts.</p>	<p>The Department of Mental Health and Addiction Services (DMHAS) has created a formal policy with procedures to ensure compliance with FFATA reporting requirements.</p> <p>We are currently conducting interviews for the new hire. Although we have extended offers to two qualified applicants, they have not accepted. We are continuing the interview process and aim to hire an FFATA Analyst by the deadline of December 31, 2024.</p> <p>On July 24 and 25, 2024, the Compliance Unit conducted FFATA training for existing Fiscal staff, and additional training will be conducted when new staff is hired.</p>
<p>Opioid STR (93.788) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services</p> <p><i>Subrecipient Monitoring</i></p>		

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

FINDING # ¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
<p>2023-025 No finding in prior year</p>	<p>FY 2023 CAP: The Department of Human Services, Division of Mental Health and Addiction Services (DMHAS) agrees that for fiscal year 2023 it did not provide at the time of subaward one (1) of the fourteen (14) elements required by the federal Uniform Guidance (UG) pass-through entity requirements. More specifically, DMHAS did not communicate to subrecipients at the time of subaward the date on which DMHAS received its Notice of Award from the U.S. Department of Health and Human Services, Substance Abuse and Mental Health Services Administration, Center for Substance Abuse Treatment (SMAHSA). This single piece of information was omitted in each of the ten (10) samples tested. It is important to note, however, that DMHAS could certify that it did not communicate to any pool of applicants or subrecipients that funding was available until such time as DMHAS received its federal award.</p> <p>The failure to include the federal date of award was the result of clerical/ministerial error, and DMHAS's inability to evidence the federal award date in its software system, known as the Contract Information Management System (CIMS). CIMS is accessible to subrecipients and DMHAS relies on it to document and track subawards. DMHAS satisfied every remaining subaward information element of the UG pass-through entity requirements with the exception of subsection (ii) – the subrecipient's Unique Entity Identifier (UEI), for two (2) of the ten (10) samples tested. More specifically, DMHAS did not reference two (2) subrecipients UEI numbers at the time of each subrecipient's subaward. It is important to note that DMHAS has the UEIs available to it, but it could not establish that it referenced two (2) of the UEIs at the time of award. The failure to include the UEI for each of the two (2) subrecipients was the result of clerical/ministerial error, and DMHAS's inability to enter the data for the particular subrecipients into CIMS. Each of the two (2) samples related to a "specialty contract" that cannot be captured in CIMS.</p> <p>DMHAS has already undertaken efforts to update its software system and replace CIMS with SAGE AGATE. Although federal regulation does not require that every data element referenced in 2 CFR 200.332(a)(1) be available in a single document, as part of its ongoing systems improvement plans, the DMHAS is completing the procurement of a new contract information management system, SAGE AGATE, so that all federal award and contract information is available in a single report through a single software application. DMHAS has prepared a purchase order for SAGE AGATE, the State funds have been appropriated and the DMHAS is in the process of scheduling a kick off meeting, along with 3-day training sessions. The DMHAS SAGE AGATE Scope of Work includes IntelliGrants software, as well as limited customization of the IntelliGrants software to satisfy any needs particular to DMHAS. DMHAS will ensure that the final software package provides DMHAS with the means to document and communicate to subrecipients at the time of subaward each of the requisite elements of 2 CFR 200.332(a)(1), including the Federal Date of Award and the UEI. In the interim, DMHAS has drafted an updated Notice of Subrecipient Award Template, which Template includes every component required by 2 CFR 200.332(a)(1). Upon DMHAS executive review and approval of the Template, Contract staff in the DMHAS Fiscal Unit will utilize the Template for each Notice of Subrecipient Award. DMHAS anticipates that the Template will be superseded by a Notice maintained within, and/or generated by, SAGE AGATE.</p> <p>Prior to the date of this CAP, DMHAS Program/Initiative Managers throughout the various DMHAS treatment service and support units were responsible for preparing and executing Notices of Subrecipient</p>	<p>John Fogliano, Deputy CFO (609) 438-4278 John.Fogliano@dhs.nj.gov</p> <p>Completion Date: July 1, 2024</p> <p>DMHAS has developed a template for final Notices of sub-recipient Awards per 2 CFR 200.332 for Subrecipient Monitoring. Staff began using the new template on July 1, 2024. DMHAS anticipates starting to use SAGE in 2025. Various employees have been trained in its use. We expect this project to be completed in 12 to 18 months. The contract unit works collaboratively with program staff to complete the notices.</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	<p>Award. As a result of the Significant Deficiency identified in this 2023 Audit, and in order to correct and mitigate against clerical/ministerial errors, DMHAS is transferring responsibility for the preparation and execution of Notices of Subrecipient Award from Program/Initiative Managers, to the DMHAS Fiscal Unit, Contract Manager (and the Contract Manager's Contract Administration staff). Such staff will have total SAGE AGATE system access, and be best suited to ensure that Notices of Subrecipient Award comply with 2 CFR 200.332.</p> <p>Finally, as a preventive action, the DMHAS Compliance Unit will audit the issuance of post-contract negotiation Notices of Award in three (3) months, and again in six (6) months. The internal audit will sample no less than ten (10) newly awarded/renewed deficit-funded contracts for substance use disorder services, and will measure compliance with every element identified in 2 CFR 200.332.</p>	
<p>Block Grants for Prevention and Treatment of Substance Abuse (93.959) COVID-19 –Block Grants for Prevention and Treatment of Substance Abuse (93.959) State Agency: Department of Human Services Federal Agency: U.S. Department of Health and Human Services</p> <p><i>Reporting – Federal Funding Accountability and Transparency Act (FFATA)</i></p>		
FINDING # ¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
<p>2023-026 No finding in prior year</p>	<p>FY 2023 CAP: The Department of Human Services, Division of Mental Health and Addiction Services (DMHAS) agrees that for fiscal year 2023 there were no Federal Funding Accountability & Transparency Act (FFATA) reporting procedures in place. It is important to note however, that DMHAS provided adequate support for subrecipient payments to each of the selected samples and corresponding dollar amounts. DMHAS was unable to comply with the FFATA reporting requirements due to insufficient staffing levels, the significant volume of data and effort required, and the significant demands and operational challenges precipitated by the Covid-19 Public Health Emergency.</p> <p>DMHAS will develop a formal policy with procedures to comply with FFATA reporting requirements. More specifically, the policy will identify all FFATA reporting requirements consistent with the law, and dictate standard operating procedures, including ongoing monitoring and progress reporting. DMHAS's policy and practices will rely upon, and comport with, the applicable materials and Awardee User resources available at: https://www.fsrs.gov/ and https://www.fsrs.gov/documents/FSRS_Awardee_User_Guide.pdf. DMHAS procedures will ensure the reporting of all first-tier subawards of \$30,000 or more to the FSRS with all required FFATA data elements included.</p> <p>DMHAS will hire at least one (1) additional staff for the requisite data entry. The new staff member will be situated in the DMHAS Fiscal Unit, and will report directly to, and be under the supervision of the Fiscal Unit Budget Manager. One hundred percent of the new hire's effort will be dedicated to FFATA reporting and data entry. DMHAS began the new hire process on or about March 22, 2024, and anticipates that the new hire will be on boarded in approximately ninety (90) days. In addition, the DMHAS Fiscal Unit Contract Manager (or the Contract Manager's designated staff) will work with the</p>	<p>John Fogliano, Deputy CFO (609) 438-4278 John.Fogliano@dhs.nj.gov</p> <p>Completion Date: January 1, 2025</p> <p>The Department of Mental Health and Addiction Services (DMHAS) has created a formal policy with procedures to meet the reporting requirements of the Federal Funding Accountability and Transparency Act (FFATA).</p> <p>On July 24 and 25, 2024, the Compliance Unit conducted FFATA training for current Fiscal staff, with plans for additional training upon the hiring of new staff.</p> <p>On July 24 and 25, 2024, the Compliance Unit conducted FFATA training for existing Fiscal staff, and additional training will be conducted when new staff is hired.</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	<p>Budget Manager and the FFATA new hire to assist with the collection and verification of the requisite Subrecipient data that must be entered into the FSRS portal.</p> <p>DMHAS will require all staff with FFATA reporting duties to complete the available online trainings. Furthermore, designated staff will be required to complete a FFATA Access Request Form that will be reviewed and approved by the DMHAS Chief Financial Officer. Designated staff shall also be subject to fixed Eligibility Criteria (e.g. completion of all IT Security Trainings, FFATA training(s), current DHS Confidentiality and Non-Disclosure Agreement, etc.). Access will be revoked if a Disqualifying Event such as separation of employment or failure to complete training occurs.</p> <p>DMHAS conferred recently with DHS, the designated grant recipient, and secured from DHS the requisite FSRS login credentials. DMHAS Fiscal logged into the reporting system and began work on a process description.</p> <p>DMHAS is committed to FFATA compliance, is prioritizing FFATA policy, procedures and reporting, and is making a good faith effort to comply. DMHAS will ensure that the requisite sub-award data is entered timely (no later than the end of the month following the month of issuance) into the FSRS portal, beginning January 1, 2025. In the event DMHAS cannot complete timely data entry into FSRS because of system issues outside of its control (e.g. the underlying federal award does not appear in FSRS), DMHAS will keep a record of the requisite data and document its efforts.</p>	
<p>Disability Insurance/SSI Cluster – (96.001 & 96.006) State Agency: Department of Labor and Workforce Development Federal Agency: Social Security Administration</p> <p><i>Special Tests and Provisions – Qualified Providers</i></p>		
FINDING # ¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
<p>2023-027 No finding in prior year</p>	<p>FY 2023 CAP: The audit finding noted one Consultative Examination (CE) provider where the qualified provider review was not completed timely and this was an oversight on the part of the Department of Labor and Workforce Development’s Division of Disability Services (DDS) due to attrition of staff. Going forward, each DDS Professional Relations Officer will be responsible for reviewing eight to 10 CE provider’s qualifications each month until the yearly review is completed for each vendor. The Chief of Professional Relations will submit a monthly report to the DDS Assistant Director detailing how many sites were visited that month and any findings that may have occurred. Each month, the report will detail how many reports remain outstanding in order to complete the yearly reviews.</p>	<p>Charyl Yarbrough (609) -341-5712 Charyl.Yarbrough@dol.nj.gov</p> <p>Completion Date: April 9, 2024</p> <p>No change to current plan as corrective actions have been fully implemented as of April 9,2024</p>
<p>Disaster Grants –Public Assistance (Presidentially Declared Disasters) (97.036) COVID-19 Disaster Grants –Public Assistance (Presidentially Declared Disasters) (97.036) State Agency: Department of Law and Public Safety Federal Agency: U.S. Department of Homeland Security</p> <p><i>Reporting - Federal Funding Accountability and Transparency Act (FFATA)</i></p>		

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

FINDING # ¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2023-028 No finding in prior year	<p>FY 2023 CAP: Unlike other subgrants managed by the Department of Law and Public Safety (DLPS), the subgrants in the Public Assistance program are not issued by the Department but instead are issued by the Federal Emergency Management Agency (FEMA). These FEMA-issued subgrants take the form of Project Worksheets (PWs) and are directly related to a specific disaster. FEMA informs the DLPS of the approved PWs after they are issued.</p> <p>Given the unique nature of the PW issuance, the DLPS is not in a position to report on the FFATA Subaward Reporting System (FSRS) at the time PWs are issued. This contrasts with other grant programs overseen by the DLPS, which do allow for timely subaward reporting in FSRS. The Department will continue to work with our FEMA partners, incorporating any guidance they provide, to develop procedures that ensure subawards are reported in FSRS within the FFATA reporting requirements.</p>	<p>Salvatore Marcello (609) 882-2000 ext.3046 Salvatore.Marcello@njsp.gov</p> <p>Completion Date: Fiscal Year 2024 and Ongoing</p> <p>DLPS has been working with both FEMA and FSRS to resolve technical issues in FFATA entry. We will continue to work to resolve these issues until DLPS is in compliance with FFATA reporting requirements.</p>
Open Audit Findings from Year Ended June 30, 2022 Single Audit		
<p>Child Nutrition Cluster (10.553, 10.555, 10.556, 10.559, 10.579) State Agency: Department of Agriculture Federal Agency: U.S. Department of Agriculture</p> <p>Reporting – Federal Financial Accountability and Transparency Act (FFATA)</p>		
2022-002	<p>FY 2022 CAP Update: Monthly FFATA reporting has resumed as of December 2022. The Department of Agriculture (DOA) believed we were in full compliance with the required FFATA reporting; however, it was recently brought to our attention by IT staff that Local Level-PEBT and Supply Chain payments, which are processed through a manual process, are not being captured like the disbursements made through our in-house systems. The DOA is currently working with internal IT staff on how to capture this data to include it in reports uploaded to FSRS. Completion Date: December 2022</p> <p>FY 2022 CAP Original: The Department of Agriculture, Division of Food and Nutrition (DOA) was delinquent in submitting required reporting in the FFFATA Subaward Reporting System (FSRS) due to the inability to make system updates for the UEI change during the pandemic. This prevented the DOA from pulling data to submit the reports to the FSRS. The DOA has two technical staff members assigned to query the data fields required to upload the report. Once the query is complete, the data is converted to a CSV file and uploaded to FSRS. As of December 2022, monthly reporting has resumed. Successful monthly upload documentation will now be provided and monitored by the Assistant Division Director and Fiscal Coordinator.</p>	<p>Melissa Pajak (609) 690-8880 Melissa.Pajak@ag.nj.gov</p> <p>Revised Completion Date: May 2024</p> <p>No change to most recent prior year update provided</p>
<p>COVID-19 Homeowner Assistance Fund (21.026) State Agency: Department of Community Affairs Federal Agency: U.S. Department of the Treasury</p> <p><i>Subrecipient Monitoring</i></p>		

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

FINDING # ¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2022-010	<p>FY 2023 CAP Update: No change to the current plan beyond the completion date being revised to Fiscal Year 2024. Due to slow-moving and immaterial HAF program disbursement activity to date, the hiring of an Integrity Monitor (IM) has been delayed slightly. DCA presently anticipates the IM will be hired and commence procedures prior to December 31, 2023.</p> <p>FY 2022 CAP Original: As recommended, the DCA will review current procedures to ensure that all subaward information required by the federal Uniform Guidance is included in all subaward contracts and grant agreements. The DCA has also reviewed its current subrecipient monitoring procedures for standard subawards made by the agency and has determined that no internal control enhancements are required. The HAF award was a unique grant relationship for DCA in that the entire award was passed through to another New Jersey State government agency that is a direct affiliate of the Department. Monitoring procedures were determined based on the close working relationship with our affiliate organization and the fact that less than 1 percent of the grant award was expended through June 30, 2022. Current procedures included a risk assessment of the subrecipient and performance of the single audit desk review of the independent audit report. In addition, the Director of Audit, and the Executive Director of the subgrantee affiliate participate in weekly meetings where updates on the program status can be determined. DCA's subrecipient monitoring plan also includes the hiring of an Integrity Monitor to oversee and monitor the use of the HAF funds as well as compliance with all HAF program reporting requirements. As program disbursement activity is continuing to increase with the HAF program(s) created more fully up and running, DCA is currently targeting the Integrity Monitor hire to take place sometime within the next three to six months.</p>	<p>John Alexy (609) 913.4385 John.Alexy@dca.nj.gov</p> <p>Revised Completion Date: Fiscal Year 2024</p> <p>No change to the current plan beyond the completion date being revised to Fiscal Year 2024</p>
Disability Insurance/SSI Cluster – (96.001) State Agency: Department of Labor and Workforce Development Federal Agency: Social Security Administration <i>Period of Performance</i>		
FINDING # ¹	ORIGINAL CORRECTIVE ACTION PLAN	
2022-024 No finding in prior year	<p>FY 2023 CAP Update: No change to current plan as corrective actions and transaction corrections were implemented at the end of fiscal year 2023 and are now in place to ensure compliance going forward.</p> <p>FY 2022 CAP Original: The New Jersey Department of Labor and Workforce Development (DLWD) has a policy in place for processing tuition reimbursements that are performed by the Department's Accounts Payable unit. The policy was reviewed by the Office of Finance & Accounting (F&A) and internal control procedures were enhanced to ensure that fiscal cutoff measures were appropriately addressed. Tuition reimbursement procedures include having the requests forwarded to the responsible Supervising Analyst in the Appropriations/Accounting unit for final review and approval to ensure the proper fiscal period is charged. The correcting transactions were completed during the Single Audit timeframe to remediate the findings by charging and reimbursing the proper fiscal year accounts. The DLWD will continue its efforts to ensure compliance and that all charges applied to Federal awards are within the specified period of performance going forward.</p>	<p>Ruslana Nagorniak (609) 984-7678 Ruslana.Nagorniak@dol.nj.gov</p> <p>Revised Completion Date: June 30, 2024.</p> <p>No change to current plan as corrections were implemented at the end of state fiscal year 2023 and controls are now in place to ensure compliance going forward.</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

Open Audit Findings from Year Ended June 30, 2021 Single Audit		
Highway Planning and Construction Cluster (20.205, 20.219) State Agency: Department of Transportation Federal Agency: U.S. Department of Transportation		
<i>Special Tests and Provisions - Utilities</i>		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2021-014 No finding in prior year	<p>FY 2023 CAP Update: No change to current plan as corrective actions have been partially implemented as of December 2023. Steps taken to date by DOT include:</p> <ul style="list-style-type: none"> The Utility Accommodation (UA) is a rule not a policy and as such the FHWA has accepted the rule as the Department's Utility Accommodation Policy (UAP). NJDOT readopted N.J.A.C 16:25, Utility Accommodation, on June 6, 2023. N.J.A.C 16:25 provides the standards and procedures for the location, design, and methods of installing, maintaining, and relocating utilities within the NJDOT right-of-way when the project funding utilizes either federal or state resources. New language in the UA to be amended will include Prohibition on Certain Telecommunications and Video Surveillance Services and Equipment along with Broadband Infrastructure Deployment. FHWA has reviewed and approved all added language for the Prohibition on Certain Telecommunications and Video Surveillance Services and Equipment. The language for Broadband has not yet been approved by FHWA. An email exchange with FHWA is ongoing to work out Broadband language issues and questions. NJDOT is actively working on meeting the requirements of 23 CFR 645.215 by establishing a Broadband Utility Coordinator, creating a registration form, and creating a database for broadband companies for annual notifications of the State Transportation Improvement Program (STIP). The UA language suggested for Broadband by FHWA was not rulemaking therefore, a separate broadband policy was created to accommodate the FHWA language suggestions. <p>FY 2022 CAP Update: The NJDOT continues working to update the UAP with FHWA and by the Department's regulatory process and has revised the completion date as noted above. NJDOT also recently responded to an FHWA audit resolution notice on December 12, 2022 that was received for this audit finding. The response letter sent to FHWA details the NJDOT's revised corrective action timeline for completion and provides supporting details for implementation</p> <p>FY 2021 CAP Original: The New Jersey Department of Transportation (NJDOT) Utility Management unit will be working on updating its N.J.A.C Title 16 Chapter 25 Utility Accommodation Policy (UAP) that is currently in use under the program. The UAP policy's current expiration date is February 1, 2023. The UAP will be sent to FHWA for review once it has been updated and commented on by the utility industry. NJDOT's goal is to have the amended UAP completed and approved before the current policy's expiration date of February 1, 2023.</p>	<p>Vince Martorana (609) 963-1825 Vince.Martorana@dot.nj.gov</p> <p>James Lepri (609) 963-1837 James.Lepri@dot.nj.gov</p> <p>Revised Completion Date: Fiscal Year 2024</p> <p>No change to current plan as corrective actions have been partially implemented as of September 2024. Steps taken to date by DOT include:</p> <ul style="list-style-type: none"> The language for the rule and the policy regarding Broadband has been approved by FHWA on March 27, 2024. A unit was created under the Utility Broadband Coordinator. NJDOT has established a Broadband Utility Website on May 7, 2024. A Corrective Action Notice was approved on May 10, 2024, to allow NJDOT designers to instruct Broadband companies to register as a Broadband Entity with the NJDOT Broadband Utility Coordinator. NJDOT has established a Broadband Policy and Procedure with an effective date of July 10, 2024. The Utility Accommodation (UA) Administrative Rule N.J.A.C. 16:25, was re-adopted on June 6, 2023. The rule is being amended to include the language for Prohibition on Certain Telecommunications and Video Surveillance Services and Equipment with Broadband Infrastructure Deployment. The amending of the rule is anticipated to be completed by the end of 2024. The regulatory process will have a 60-day public comment. Depending on the volume of the public comments received, the new rule language can be adopted after the comment period has ended.

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

Open Audit Findings from Year Ended June 30, 2020 Single Audit – None		
Open Audit Findings from Year Ended June 30, 2019 Single Audit		
Community Services Block Grant (93.569) State Agency: Department of Community Affairs Federal Agency: U.S. Department of Health and Human Services		
<i>Subrecipient Monitoring</i>		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2019-014 No finding in prior year	<p>FY 2023 CAP Update: No change to current plan as corrective actions have been partially implemented as of December 2023. The CSBG program is on track in fiscal year 2024 to succeed in meeting its goal of providing a combined report which includes the final programmatic monitoring report created by DCA staff and the final fiscal report from the outside auditor, WS+B. The internal reports have been completed and the final outside auditor fiscal reports from WS+B have been received. Final combined draft letters have been completed for four of the ten grantees that were monitored this year. All ten letters will be released this year to the grantees by DCA prior to the 60-day deadline.</p> <p>FY 2022 CAP Update: There are no changes to the current plan as CSBG monitoring was recommenced during FY 2023. The NJ State CSBG Office provided on-site and virtual monitoring for 11 of the 25 Fiscal Year 2022 subrecipients as monitoring activities were restarted in the late summer and fall of 2022. Monitoring activity was again hampered by staffing challenges, however, the time differential between the final fiscal monitoring report and the final release of a combined fiscal and programmatic monitoring letter was shortened this year to a range of 75 to 101 days. According to the CSBG State Accountability Measures, States are to release such monitoring reports grantees within 60 days of report finalization. The CSBG Office struggles with a bifurcated monitoring process but will continue to make progress in shortening delivery intervals. In calendar 2022, significant changes were made to increase the expediency of the programmatic monitoring portion. With additional staff, the CSBG Office fully expects to meet the 60-day deadline for calendar year 2023 monitoring reports release and issuance.</p> <p>FY 2021 CAP Update: As noted in the prior FY 2020 CAP update, corrective action implementation was hampered by the onset and continuation of the COVID-19 pandemic. This precluded on-site programmatic monitoring from taking place for much of CY 2020 and CY 2021. In calendar year 2021, HHS issued guidance to State CSBG Offices, permitting virtual monitoring during the pandemic. (CSBG IM-2021-160) DCA has not yet commenced this new, virtual monitoring procedure, due to staffing and COVID related limitations. DCA will recommence monitoring CSBG grantees in FY 2023. Under ordinary circumstances, the CSBG program would provide in person, on site monitoring to approximately eight or nine of the 25 total grantees each year, along with any High Risk designated grantees, which receive annual monitoring.</p> <p>FY 2020 CAP Update: Corrective actions were not fully implemented as of June 30, 2020 for this audit finding as plans to coordinate the dissemination of fiscal monitoring reports with programmatic monitoring reports were hampered by the onset of COVID-19. This precluded on-site programmatic</p>	<p>Kate Butler (609) 633-6265 Kate.Butler@dca.nj.gov</p> <p>Revised Completion Date: Fiscal Year 2024</p> <p>No change to current plan as corrective actions have been partially implemented as of September 2024.</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	<p>monitoring from taking place for much of CY 2020. Fiscal monitoring reports have now been released to the grant recipients and a revised completion date of April 1, 2021 has been set.</p> <p>FY 2019 CAP Original: In order to ensure timely release of both the programmatic monitoring report, as completed by DCA staff in the spring of each year, and the fiscal monitoring report, as completed by the engaged independent auditing firm in the late summer of each year, DCA will now provide CSBG agencies with two separate monitoring reports, and each shall be released within 60 days of the monitoring site visit.</p>	
Open Audit Findings from Year Ended June 30, 2018 Single Audit		
<p>Rehabilitation Services-Vocational Rehabilitation Grants to States (84.126) State Agency: Department of Labor and Workforce Development Federal Agency: U.S. Department of Education</p> <p><i>Suspension and Debarment</i></p>		
FINDING #¹	ORIGINAL CORRECTIVE ACTION PLAN	UPDATED PLAN & COMPLETION DATE
2018-007 No finding in prior year	<p>FY23 CAP Update: No change to the current plan except for the revised completion date of June 30, 2024 as DLWD continues to work towards full implementation of corrective actions described and noted for this finding.</p> <p>FY 2022 CAP Update: No change to the current plan except for the revised completion date of June 30, 2023 as DLWD continues to work towards full implementation of corrective actions described and noted for this finding.</p> <p>FY 2021 CAP Update: No change to the current plan as ongoing COVID-19 priorities have continued to delay the implementation of corrective actions for this audit finding and the completion date was further revised to June 30, 2022. The DLWD Office of Internal Audit (OIA) planned to convene a meeting to discuss how to proceed as this finding covered multiple DLWD Divisions that include Workforce Development and DVRS. OIA planned to include both Assistant Commissioners for these divisions in the meeting along with seeking assistance from DLWD's Fiscal and Procurement office to develop and implement procedures to ensure compliance with suspension and debarment requirements. Corrective actions are expected to be completed by the end of Fiscal Year 2022.</p> <p>FY 2020 CAP Update: No change to the current plan as ongoing COVID-19 priorities have delayed the implementation of corrective actions for this audit finding and the completion date has been further revised to June 30, 2021.</p> <p>FY 2019 CAP Update: Corrective actions for this finding were not fully implemented for the FY 2019 audit period ended June 30, 2019. There is no change to original plan as DLWD continues to work to put procedures in place across the many federal programs this requirement applies to. Revised expected completion date is June 30, 2020.</p>	<p>Yolanda Allen – DLWD 609-292-2000 Yolanda.Allen@dol.nj.gov</p> <p>Charyl Yarbrough – DLWD (609) -341-5712 Charyl.Yarbrough@dol.nj.gov</p> <p>Revised Completion Date: June 30, 2025</p> <p>No change to the current plan except for the revised completion date of June 30, 2025 as DLWD continues to work towards full implementation of corrective actions described and noted for this finding.</p>

¹ Current and prior year finding number(s)

**STATE OF NEW JERSEY SINGLE AUDIT
FOR THE YEAR ENDED JUNE 30, 2024
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

	FY 2018 CAP Original: As this issue also affects other areas within DLWD, the Department will develop a procedure by which the State debarment list and the federal Excluded Parties List System maintained by the General Services Administration will be reviewed and documented prior to a contract or grant being awarded.	
--	---	--

¹ Current and prior year finding number(s)