

Appendix V

List of Changes for the 2006 Compliance Supplement

This Appendix provides a list of changes from the OMB Circular A-133 Compliance Supplement, issued in March 2004 and revised in May 2005, to this 2006 Supplement.

Table of Contents

- The Table of Contents has been changed to:
 - Include in Part 4 an additional program to create a cluster in lieu of a single program reference for the U.S. Agency for International Development.
 - Add in Part 4 CFDA 84.938, Hurricane Education Recovery Act Programs.
 - Add in Part 4 another program (CFDA 93.776, Hurricane Katrina Relief Program) to the existing Medicaid cluster
 - Add in Part 4 CFDA 93.794, Reimbursement of State Costs for Provision of Part D Drugs
 - Delete from Part 4 CFDA 17.253, Welfare-To-Work Grants to States and Localities.
 - Modify the name of the program under CFDA 93.224.
 - Delete from Part 5 CFDA 93.108, Health Education Assistance Loans (HEAL)
 - Delete “Reserved” and change title of Appendix VI to Disaster Waivers and Special Provisions Affecting Single Audits”

Part 1 - Background, Purpose, and Applicability

- The “Purpose and Applicability” section has been updated for the effective date of this Supplement and to include a reference to that fact that OMB Circular A-110 is now in 2 CFR part 215.
- The “Overview of This Supplement” section has been updated to indicate that for the 2006 Supplement, Appendix VI is being used to note Federal agency waivers issued and special provisions adopted as a result of Hurricanes Katrina and Rita.

Part 2 - Matrix of Compliance Requirements

- Updated to add and remove programs to make the matrix consistent with the Table of Contents and Part 4. For existing programs that added or removed compliance requirements, the matrix was updated based on the program supplement in Part 4.

- CFDA 10.566 – added applicability of III.M, “Subrecipient Monitoring.”
- CFDA 10.766 – removed applicability of III.D, “Davis-Bacon Act.”

Part 3 - Compliance Requirements

- Updated to reflect OMB re-issuance of OMB Circular A-110, the OMB cost principles, and suspension and debarment guidance in 2 CFR.
- Changed references to the OMB cost principles and cost principles exhibit that resulted from amendments that were effective June 9, 2004.
- Updated Part 3.D to indicate that the auditor should consult Appendix VI for a waiver of Davis-Bacon requirements a result of Hurricane Katrina.
- Part 3.I updated to more clearly state requirements of the common rule that was effective November 26, 2003.

Part 4 - Agency Program Requirements

- CFDA 10.001 – Updated II, “Program Procedures.”
- CFDA 10.500 – Corrected the references from West Virginia University to West Virginia State University.
- CFDA 10.551 and 10.561 – Updated III.L.1.b, “Reporting – Financial Reporting,” to list the SF-270 as “Not Applicable.”
- CFDA 10.553, 10.555, 10.556 and 10.559 – Updated III.L.1.b, “Reporting – Financial Reporting,” to list the SF-270 as “Not Applicable.”
- CFDA 10.557 – Updated III.E.1, “Eligibility – Eligibility for Individuals.”
- CFDA 10.558 – Updated III.L.1.b, “Reporting – Financial Reporting,” to list the SF-270 as “Not Applicable.”
- CFDA 10.566 – Updated II, “Program Procedures;” III.A, “Activities Allowed or Unallowed;” III.E.1.a, “Eligibility – Eligibility for Individuals;” III.G.1.a, “Matching, Level of Effort, Earmarking – Matching;” and III.H, “Period of Availability of Federal Funds.”
- CFDA 10.568 and 10.569 – Updated III.L.1.b, “Reporting – Financial Reporting” to list the SF-270 as “Not Applicable.”
- CFDA 11.300 and 11.307 – This program supplement was significantly updated as a result of an interim final rule, dated August 11, 2005 and effective October 1, 2005, implementing changes in the authorizing statute. Conforming changes

were made in all existing sections. In addition, two new areas were added to III.N, “Special Tests and Provisions”—N.3, “Addition of Lending Areas; Merger of RLFs” and N.4, “RLF Loan Portfolio Sales and Securitizations.” Added a new Section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on a Hurricane Katrina waiver.

- CFDA 12.401 – Updated I, “Program Objectives” and II, “Program Procedures.” Changed citations in III.A 1, 2, and 3, “Activities Allowed or Unallowed;” added a new III.A.3; and renumbered the old III.A.3 to A.4. Updated citation in III.B.1, Allowable Costs/Costs Principles.” Added language to III.H.1 to distinguish between State and Federal obligations and included new paragraphs II.H. 4, 5, and 6. Clarified language in III.J, “Program Income.” Added a new Section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on Hurricane Katrina and Rita waivers.
- CFDA 14.157 – Updated II, “Program Procedures.”
- CFDA 14.181 – Updated II, “Program Procedures.”
- CFDA 14.182, 14.195, 14.856, and 14.249 – Updated website in II, “Program Procedures – Availability of Other Program Information.” Updated compliance requirement and citations in III.N.1, “Contract Rent Adjustments.” Updated citations in III.N.2, “Tenant Utility Allowances,” III.N.3, “Housing Quality Standards,” and III.N.4, “Vacant Units.” Added a new section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on Hurricane Katrina and Rita waivers.
- CFDA 14.218 and 14.219 – Updated II, “Program Procedures.” Deleted outdated material in III.G.3.b, “Matching, Level of Effort, Earmarking – Earmarking.” Added Section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on Hurricane Katrina and Rita waivers and special provisions.
- CFDA 14.228 – Updated III.A.3, “Activities Allowed or Unallowed.” Updated III.G.3.b and e, “Matching, Level of Effort, Earmarking – Earmarking.” Added Section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on Hurricane Katrina and Rita waivers.
- CFDA 14.231 – Updated citation in III.G.3.a, “Matching, Level of Effort, Earmarking – Earmarking.” Added Section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on Hurricane Katrina and Rita waivers and special provisions.
- CFDA 14.235 – Updated key line item numbers in III.L.1.e, “Reporting – Financial Reporting.”

- CFDA 14.238 – Updated II, “Program Procedures,” III.A.1, “Activities Allowed or Unallowed,” and III.E.1.a, “Eligibility – Eligibility for Individuals.” Added III.E.3, “Eligibility – Eligibility for Subrecipients.” Updated III.L.1.e, “Reporting – Financial Reporting” and III.N.3, “Special Tests and Provisions – Project-Based Rental Assistance.”
- CFDA 14.239 - Added IV, “Other Information,” to provide information on improper payments and to direct the auditor’s attention to Appendix VI for information on Hurricane Katrina and Rita waivers.
- CFDA 14.850 – Updated II, “Program Procedures.” Removed outdated material from III.L.3.a, “Reporting – Special Reporting.” Updated III.L.3.b, “Reporting – Special Reporting.” Added III.N.2, “Special Tests and Provisions – Tenant Participation Funds.” Added new section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on Hurricane Katrina and Rita waivers.
- CFDA 14.854 – Added new section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on Hurricane Katrina and Rita waivers.
- CFDA 14.862 – Added new section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on Hurricane Katrina and Rita waivers.
- CFDA 14.866 – Added new section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on Hurricane Katrina and Rita waivers.
- CFDA 14.867 – Added new section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on Hurricane Katrina and Rita waivers.
- CFDA 14.871 – Updated II, “Program Procedures.” Added II, “Program Procedures – Availability of Other Program Information.” Modified the form number and submission information and added key line items in III.L.1.e, “Reporting – Financial Reporting.” Added new section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on Hurricane Katrina and Rita waivers.
- CFDA 14.872 – Added new section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on Hurricane Katrina and Rita waivers.
- CFDA 17.207, 17.801. 17.804 – Updated, I, “Program Objectives” and II, “Program Procedures;” updated III.A.3.c, “Activities Allowed or Unallowed;”

and modified III.L.2.a and b, “Reporting – Performance Reporting,” to remove outdated information and update or add key line items.

- CFDA 17.225 – Updated II, “Program Procedures;” corrected III.G.1 Matching, Level of Effort, Earmarking – Matching;” updated information in III.N.2, “Match with IRS 940 FUTA Tax Form;” and corrected IV, “Other Information.”
- CFDA 17.235 – Updated II, “Program Procedures;” modified III.E.1, “Eligibility – Eligibility for Individuals,” including an updated citation and website for poverty guidelines; and updated citations in III.G.2.1, 2.2 and 3, Matching, Level of Effort, Earmarking – Level of Effort and Earmarking.”
- CFDA 17.245 – Updated I, “Program Objectives,” and II, “Program Procedures,” including adding a reference to operating instructions under “Source of Governing Requirements;” added a new paragraph E.1.d(2) for Reformed TAA under “Eligibility – Eligibility for Individuals;” changed III.L.1.a, Reporting – Financial Reporting” to “Applicable,” added a new III.L.1.e, and updated III.L.1.f.
- CFDA 17.263 – Deleted expired reporting requirement, ETA 9086, under “Reporting – Special Reporting.”
- CFDA 20.106 – Updated web sites in II, “Program Procedures – Availability of Other Program Information” and III.N.1, “Special Tests and Provisions – Revenue Diversion.”
- CFDA 20.600 – Added new section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on a hurricane-related waiver.
- CFDA 21.020 – Updated III.A.1 and 2, “Activities Allowed or Unallowed.” Updated website in III.G.1.a, “Matching, Level of Effort, Earmarking – Matching.” Deleted the form in III.L.3, “Reporting – Special Reporting.”
- CFDA 45.129 – Updated reference under II, “Program Procedures—Availability of Other Program Information;” added “Federal” to description of Matching Funds Certification Letter under III.L.3, Reporting – Special Reporting.”
- CFDA 81.042 – Updated III.E.1, “Eligibility – Eligibility for Individuals.”
- CFDA 84.000 – Added CFDA 84.938 to the list of programs covered by the ED Cross-Cutting Section. Revised citations in III.B.1, “Allowable Costs/Cost Principles – Alternative Fiscal and Administrative Requirements.” Added citations and clarified requirements in III.B.2, “Allowable Costs/Cost Principles – Documentation of Employee Time and Effort.” Updated III.B.3, “Allowable Costs/Cost Principles – Indirect Costs.” Added III.B.4, “Unallowable Direct Costs to Programs.” Updated citations in III.G.2.2, “Matching, Level of Effort, Earmarking - Level of Effort – Supplement Not Supplant (SEAs/LEAs).”

Updated III.G.3.a, “Matching, Level of Effort, Earmarking – Earmarking.” Updated citations in III.H, “Period of Availability of Federal Funds.” Updated III.N.1, “Special Tests and Provisions – Participation of Private School Children.” Added requirements for State Education Agencies in III.N.2, “Special Tests and Provisions – Schoolwide Programs.” Added citations to III.N.3, “Special Tests and Provisions - Comparability (SEAs/LEAs).” Added information to Section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on Hurricane Katrina and Rita waivers.

- CFDA 84.002 – Changed in III.L.1, “Reporting – Financial Reporting” To “Applicable.”
- CFDA 84.010 – Updated II, “Program Procedures;” III.E.2.a, “Eligibility – Eligibility for Groups of Individuals or Areas of Service Delivery;” III.G.3.a, “Matching, Level of Effort, Earmarking – Earmarking;” III.N.5, “Special Tests and Provisions – Identifying School and LEAs Needing Improvement;” and III.N.6, “Special Tests and Provisions – Highly Qualified Teachers and Paraprofessionals.”
- CFDA 84.011 – Added III.E.1, “Eligibility – Eligibility for Individuals (LEAs).” In III.L.3, “Reporting – Special Reporting,” updated information in III.L.3.b and III.L.3.c. Added III.N.6, “Special Tests and Provisions – Child Counts.”
- CFDA 84.027 and 84.173 – Updated II, “Program Procedures.” Updated III.A.2, “Activities Allowed or Unallowed.” Updated III.G.2.1, “Matching, Level of Effort, Earmarking - Level of Effort – Maintenance of Effort (SEAs/LEAs)” by updating and renumbering to add a new requirement at III.G.2.1.a(2) and a revised requirement at III.G.2.1.b(2). Revised III.G.3.a, “Matching, Level of Effort, Earmarking – Earmarking.” Added a new requirement as III.G.3.e, “Matching, Level of Effort, Earmarking – Earmarking – Early Intervention Services.”
- CFDA 84.032 – Updated II, “Program Procedures.” In III.N, “Special Tests and Provisions,” updated the suggested audit procedure in N.2, “Federal Reinsurance Rates;” updated the compliance requirement and suggested audit procedures in N.3, “Conditions of Reinsurance Coverage;” updated N.7, “Federal Share of Borrowed Payments;” and clarified language and deleted outdated material in N.9, “Federal Fund and Agency Operating Fund.” Added Section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on Hurricane Katrina and Rita waivers.

- CFDA 84.042, 84.044, 84.047, 84.066, and 84.217 – Updated III.E.1.a(2), “Eligibility – Eligibility for Individuals – SSS Program – Grant Aid to SSS Students,” to change to the 2005-06 academic year.
- CFDA 84.048 –In III.L.1 “Reporting – Financial Reporting” deleted outdated material in L.1.a and added information in L.1.e. Changed III.L.2, “Reporting - Performance Reporting,” to “Not Applicable.” Added III.N.3, “Special Tests and Provisions – Annual Accountability Report.”
- CFDA 84.181 – Updated I, “Program Objectives.” Added a citation and allowable activity to III.A.2, “Activities Allowed or Unallowed.” Added background information to III.B.2, “Allowable Costs/Cost Principles.” Changed III.L.3, “Reporting - Special Reporting,” to “Not Applicable.”
- CFDA 84.287 – Updated examples in III.H, “Period of Availability of Federal Funds.”
- CFDA 93.224 – Corrected name of program and removed references to this program as a cluster. Under III.L.3.b, “Reporting – Special Reporting,” updated the titles of several key line items.
- CFDA 93.268 – Updated I, “Program Objectives,” and II, Program Procedures.” Modified III.L.1.d to make it consistent with the language for other programs paid by the HHS Payment Management System.
- CFDA 93.558 – Updated II, “Program Procedures – Administration and Services and Program Procedures – Source of Governing Requirements.” Updated III.A.1.c, “Activities Allowed or Unallowed;” G.2.1.c, “Matching, Level of Effort, Earmarking – Level of Effort-Maintenance of Effort;” and III.H.1 and 2, “Period of Availability of Federal Funds,” to reflect the program changes based on Public Law 109-68, and added a reference to Appendix VI for additional information on special provisions as a result of Hurricane Katrina. Also updated III.G.2.1, “Matching, Level of Effort, Earmarking – Level of Effort-Maintenance of Effort,” to clarify how the MOE requirement may be met and to delete reference to the Welfare-to-Work program (deleted from the Compliance Supplement).
- CFDA 93.569 – Added a statement to IV, “Other Information,” to refer the auditor to Appendix VI for Hurricane Katrina and Rita special provisions.
- CFDA 93.575 – Added a statement to IV, “Other Information,” to refer the auditor to Appendix VI for Hurricane Katrina and Rita special provisions.
- CFDA 93.600 – Added IV, “Other Information” to refer the auditor to a Hurricane Katrina-related waiver.

- CFDA 93.658 – Updated III.E.1.e, “Eligibility – Eligibility for Individuals,” and changed III.L.1.d, “Reporting – Financial Reporting,” to “Not Applicable.”
- CFDA 93.659 – Updated I, “Program Objectives,” III.A.1 and 2.b, “Activities Allowed or Unallowed,” and III.E.1.a(1), “Eligibility – Eligibility for Individuals.” Changed III.L.1.d, “Reporting – Financial Reporting,” to “Not Applicable.”
- CFDA 93.667 – Added a reference in IV, “Other Information,” to refer the auditor to a Hurricane Katrina-related waiver.
- CFDA 93.778 – Added a paragraph in I, “Program Objectives,” to describe a program added to the cluster (CFDA 93.776, Hurricane Katrina Relief Program). Updated II, “Program Procedures” to provide information about Medicaid Program Payment Error Rate Measurement. Added one section to IV, “Other Information,” to refer the auditor to Appendix VI for Hurricane Katrina-related waivers.
- CFDA 93.914 – Updated I, “Program Objectives,” and added clarifying language to III.G.3.c, “Matching, Level of Effort, Earmarking – Earmarking,” and III.H, “Period of Availability of Federal Funds.” Changed III L.3, “Reporting – Special Reporting,” to “Not Applicable.”
- CFDA 93.917 – Changed III.L.3, “Reporting – Special Reporting” to “Not Applicable.”
- CFDA 93.918 – Added a new item III.A.2.e to “Activities Allowed or Unallowed.”
- CFDA 93.958 – Added a clarifying sentence to III.A.2, “activities Allowed or Unallowed” and corrected a statement in reference in III.N.1, “Special Tests and Provisions – Independent Peer Review.”
- CFDA 97.036 – Updated II, “Program Procedures;” added a citation to III.N.1, “Special Tests and Provisions – Project Accounting;” and added language to Section IV to refer the auditor to Appendix VI for information on Hurricane Katrina-related information.
- CFDA 97.067 – Updated II, “Program Procedures,” including specifying that Emergency Management Performance Grants are no longer part of this cluster. Updated III.A, “Activities Allowed or Unallowed,” III.C, “Cash Management,” III.G.3, ‘Matching, Level of Effort, Earmarking – Earmarking,’ and III.I, “Procurement and Suspension and Debarment,” to include requirements and citations applicable to fiscal year 2006 awards. Updated IV, “Other Information.”
- CFDA 98.007 and 98.008 – CFDA 98.008 was added to make a cluster of programs. Updated I, “Program Objectives.” Updated II, “Program Procedures.”

Updated and added citations to III.A.1, “Activities Allowed or Unallowed.”
Deleted a citation under III.J, “Program Income.”

Part 5 - Clusters of Programs

- **Research and Development Cluster** – This cluster has been updated under I, “Program Objectives,” II, “Program Procedures,” III.B, “Allowable Costs/Cost Principles,” and III.N, “Special Tests and Provisions,” to draw the auditor’s attention to areas of vulnerability.
- **Student Financial Assistance Cluster**
 - Deleted CFDA 93.108, Health Education Assistance Loans, from the list of programs, II and “Program Procedures,” and deleted III.N.7, Special Tests and Provisions – Transcripts for Borrowers in Default (HEAL)” because the program authorization has expired and all activity under the program has been completed. Renumbered other sections Of III.N accordingly
 - Updated II, “Program Procedures,” by adding “Submission of Financial Statement Information to ED.”
 - Updated references in III.E.1, “Eligibility - Eligibility for Individuals.”
 - Updated information in III.L.1.e, “Reporting - Financial Reporting – *Pell Payment Data*” and added notation that one program in the cluster does use the SF 269.
 - Updated example in III.L.3, “Reporting - Special Reporting.”
 - In III.N.9, “Special Tests and Provisions - Institutional Eligibility,” added paragraph in 10.e to the compliance requirement and added a suggested audit procedure.
 - Added III.N.10, “Special Tests and Provisions - Written Arrangements with Another Institution, Consortium, or Organization to Provide Educational Programs.”
 - Added information to Section IV, “Other Information,” to direct the auditor’s attention to Appendix VI for information on Hurricane Katrina and Rita waivers.
- **Other Clusters** – This section has been updated to be consistent with the changes in Part 4. The Consolidated Health Centers Cluster has been deleted, the Medicaid cluster has been expanded, and the Foreign Food Donation Cluster (CFDA 98.007 and 98.008) has been added.

Part 6 - Internal Control

- No changes.

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

- No changes.

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

- No changes.

Appendix II - Federal Agency Codification of Certain Governmentwide Grant Requirements

- No changes.

Appendix III - Federal Agency Contacts for A-133 Audits

- This Appendix has been modified to update responsible offices and related information, as appropriate.

Appendix IV - Internal Reference Tables

- Updated tables for changes in this Supplement.

Appendix V - List of Changes for the 2006 Compliance Supplement

- Updated this Appendix to provide a list of changes from the OMB Circular A-133 Compliance Supplement issued in March 2004 and revised in May 2005 to this 2006 Supplement.

Appendix VI - Disaster Waivers and Special Provisions Affecting Single Audits

- “Department of Homeland Security and the Compliance Supplement” deleted. Appendix VI includes information for auditors on Federal agency waivers issued and special provisions adopted as a result of Hurricanes Katrina and Rita and their relationship to Parts 4 and 5 of the Supplement.

Appendix VII - Other OMB Circular A-133 Advisories

- No change

Appendix VIII - SAS 70 Examinations of EBT Service Organizations

- No change

Appendix IX - Compliance Supplement Core Team

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