Chapter 95 establishes the federal reporting policies and procedures governing the accumulation of accounting data for preparation of the state of Washington’s *Statewide Single Audit Report*. 

The Federal Single Audit Act of 1984, most recently amended in 1996, establishes uniform requirements for audits of federal assistance and promotes the efficient and effective use of audit resources. In addition, the federal Office of Management and Budget (OMB) has published the Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance). The Uniform Guidance, which replaced the OMB A-133 Circular effective December 26, 2014, further delineates requirements for single audits of federal assistance. Under the provisions of the Act and Uniform Guidance, Washington has exercised the option to obtain a statewide Single Audit to satisfy the single audit requirements for federal assistance received and administered by all agencies of the State.

The Office of Financial Management (OFM) utilizes Chapter 95 to compile the Schedule of Expenditures of Federal Awards and the Data Collection Form in accordance with OMB Uniform Guidance requirements.

The authority for these policies is [RCW 43.88.160 (1)](https://app.leg.wa.gov/laws/codification_of_laws/). 

The Uniform Guidance, [§200.510](https://www.gpo.gov/fdsys/pkg/CFR2020-title20/pdf/2020-01-01.pdf) Financial statements, requires the state to report the total federal awards expended to be reported on the Schedule of Expenditures of Federal Awards.
Federal awards expended are determined in accordance with §200.502 of the Uniform Guidance.

Federal awards, as defined in §200.101 of the Uniform Guidance, include Federal financial assistance that a non-Federal entity receives directly from a Federal awarding agency or indirectly from a pass-through entity, or cost-reimbursement contracts under the Federal Acquisition Regulations that a non-Federal entity receives directly from a Federal awarding agency or indirectly from a pass-through entity.

Federal financial assistance is defined in §200.1 of the Uniform Guidance.

95.10.20  Applicability of these policies

June 1, 2016

This chapter is applicable to all agencies of the state of Washington as defined in RCW 43.88.020 unless otherwise exempted by statute or rule.

95.10.30  Federal revenues

June 1, 2022

95.10.30.a

Federal revenues are recorded in the Agency Financial Reporting System (AFRS) as follows:

- Revenue Source Codes 0301 through 0353 and 0357 through 0399 identify reportable direct federal assistance activity.

- Revenue Source Code 0546 identifies federal assistance received from other state and local governments or private entities.

- Revenue Source Code 0355 identifies federal revenue that is not classified as federal assistance.

- Revenue Source Code 03DS identifies the distribution of certain federal revenues by the State Treasurer.

With the exception of Revenue Source Code 0355, all federal revenues (Revenue Source Codes 0301-0399 plus 0546) are to be reported on the federal disclosure forms.

**Revenue Source Code 0355 - Federal Revenue - Non-Assistance** includes receipts from a federal agency when a state agency provides vendor services and the related expenditures are charged to a federal expenditure authority code, or other receipts from federal agencies that are not classified as federal assistance, even though the related expenditures are charged to federal expenditure authority codes. Revenue Source Code 0355 facilitates the matching of federal revenues and expenditures for budget purposes.

As for **Revenue Source Code 03DS - Federal Revenue Distributions**, distributions of reportable federal revenues need to be reported as expenditures of those program revenues on the applicable federal
disclosure form. Revenue Source Code 03DS distributions applicable to revenues coded to Revenue Source Code 0355 should not be reported.

95.10.30.b

Accounting for federal assistance activity between state agencies

When one state agency makes a subaward of federal assistance to another state agency, the originating state agency records and reports the federal revenue and corresponding expenditure/expense using Object N “Grants, Benefits, and Client Services” for the amount paid to the subrecipient agency.

The subrecipient state agency records program expenditures offset by an interagency reimbursement (Object S) for the moneys received from the original agency. This results in no net revenue or expenditure/expense to the subrecipient agency.

95.10.30.c AFRS changes made after the disclosure forms are closed

For federal reporting purposes, if adjustments to federal revenues or expenditures are posted to AFRS subsequent to closure of federal disclosure forms, the agency is required to correct the applicable disclosure forms. Contact your assigned OFM Accounting Consultant to have the disclosure forms reopened if corrections are needed.

95.10.30.d Immaterial prior period adjustments and corrections

Refer to Subsection 90.20.15.e. If a write-off of receivables involves federal revenues, agencies should contact their assigned OFM Accounting Consultant.
95.10.40.a

**Designation of clusters:**

01 - Programs Not Clustered
02 - Research and Development
03 - Student Financial Assistance
04 - SNAP
05 - Food Distribution
06 - Child Nutrition
08 - Section 8 Project-Based
09 - Fish and Wildlife
10 - Employment Service
11 - WIOA
12 - Federal Transit
13 - Highway Safety
14 - Special Education (IDEA)
15 - TRIO
16 - Aging
17 - CCDF
18 - Medicaid
19 - Forest Service Schools and Roads
20 - Foster Grandparent/Senior Companion
21 - Disability Insurance/SSI
23 - Economic Development
24 - Food For Peace
26 - Transit Services Programs
27 - CDBG - Entitlement Grants
39 - Housing Voucher
43 - Head Start
57 - Community Facilities Loans and Grants
58 - Health Center Program
59 - HOPE VI
60 - Clean Water State Revolving Fund (CWSRF)
61 - Drinking Water State Revolving Fund (DWSRF)
62 - Hurricane Sandy Relief
63 - CDBG - Disaster Recovery Grants – Pub. L. No. 113-2
66 - FMCSA
95.10.40.b Definition of clusters (includes assistance listing numbers and federal programs):

1. Programs Not Clustered includes all federal assistance programs not specifically included in the remaining clusters.

2. Research and Development (R&D) cluster includes all research activities, both basic and applied, and all development activities that are performed by a nonfederal entity with federal financial assistance.

   • Research is a systematic study directed toward fuller scientific knowledge or understanding of the subject studied. Research also includes activities involving the training of individuals in research techniques where such activities utilize the same facilities as other research and development activities and where such activities are not included in the instruction function.

   • Development is the systematic use of knowledge and understanding gained from research directed toward the production of useful materials, devices, systems, or methods, including the design and development of prototypes and processes.

3. Student Financial Assistance (SFA) cluster includes those programs of general financial assistance, such as those authorized by Title IV of the Higher Education Act of 1965, as amended, (20 U.S.C. 1070 et seq.) which are administered by the U.S. Department of Education, and similar programs provided by other federal agencies. It does not include programs which provide fellowships or similar federal awards to students on a competitive basis, or for specified studies or research. The following federal assistance programs will be reported in the SFA cluster:

   **Department of Education (ED)**
   84.007  Federal Supplemental Educational Opportunity Grants
   84.033  Federal Work-Study Program
   84.038  Federal Perkins Loan Program
   84.063  Federal Pell Grant Program
   84.268  Federal Direct Student Loans
           Teacher Education Assistance for College and Higher Education Grants
           (TEACH Grants)
   84.408  Postsecondary Education Scholarships for Veteran’s Dependents

   **Department of Health and Human Services (HHS)**
   93.264  Nurse Faculty Loan Program (NFLP)
           Health Professions Student Loans, Including Primary Care Loans and Loans for Disadvantaged Students
   93.364  Nursing Student Loans
           Scholarships for Health Professions Students from Disadvantaged Backgrounds
4. SNAP Cluster
   Department of Agriculture (USDA)
   10.551 Supplemental Nutrition Assistance Program
   State Administrative Matching Grants for the Supplemental Nutrition Assistance Program
   10.561

5. Food Distribution Cluster
   Department of Agriculture (USDA)
   10.565 Commodity Supplemental Food Program
   10.568 Emergency Food Assistance Program (Administrative Costs)
   10.569 Emergency Food Assistance Program (Food Commodities)

6. Child Nutrition Cluster
   Department of Agriculture (USDA)
   10.553 School Breakfast Program
   10.555 National School Lunch Program
   10.556 Special Milk Program for Children
   10.559 Summer Food Service Program for Children
   10.582 Fresh Fruit and Vegetable Program

8. Section 8 Project-Based Cluster
   Department of Housing and Urban Development (HUD)
   14.182 Section 8 New Construction and Substantial Rehabilitation
   14.195 Section 8 Housing Assistance Payments Program
   14.249 Section 8 Moderate Rehabilitation Single Room Occupancy
   Lower Income Housing Assistance Program - Section 8 Moderate Rehabilitation
   14.856

9. Fish and Wildlife Cluster
   Department of the Interior (DOI)
   15.605 Sport Fish Restoration
   15.611 Wildlife Restoration and Basic Hunter Education
   15.626 Enhanced Hunter Education and Safety

10. Employment Service Cluster
    Department of Labor (DOL)
    17.207 Employment Service/Wagner-Peyser Funded Activities
    17.801 Jobs for Veterans State Grants

11. WIOA Cluster
    Department of Labor (DOL)
17.258  WIOA Adult Program
17.259  WIOA Youth Activities
17.278  WIOA Dislocated Worker Formula Grants

12. Federal Transit Cluster
Department of Transportation (DOT)
20.500  Federal Transit Capital Investment Grants
20.507  Federal Transit Formula Grants
20.525  State of Good Repair Grants Program
         Bus and Bus Facilities Formula, Competitive, and Low or No
         Emissions Program

13. Highway Safety Cluster
Department of Transportation (DOT)
20.600  State and Community Highway Safety
20.611  Incentive Grant Program to Prohibit Racial Profiling
20.616  National Priority Safety Programs

14. Special Education Cluster (IDEA)
Department of Education (ED)
84.027  Special Education Grants to States
84.173  Special Education Preschool Grants

15. TRIO Cluster
Department of Education (ED)
84.042  TRIO - Student Support Services
84.044  TRIO - Talent Search
84.047  TRIO - Upward Bound
84.066  TRIO - Educational Opportunity Centers
84.217  TRIO - McNair Post-Baccalaureate Achievement

16. Aging Cluster
Department of Health and Human Services (HHS)
93.044  Special Programs for the Aging - Title III, Part B - Grants for
         Supportive Services and Senior Centers
93.045  Special Programs for the Aging - Title III, Part C - Nutrition
         Services
93.053  Nutrition Services Incentive Program

17. CCDF Cluster
Department of Health and Human Services (HHS)
Child Care Disaster Relief
Child Care and Development Block Grant
Child Care Mandatory and Matching Funds of the Child Care and Development Fund

18. Medicaid Cluster
Department of Health and Human Services (HHS)
State Medicaid Fraud Control Units
State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare
Medical Assistance Program

19. Forest Service Schools and Roads Cluster
Department of Agriculture (USDA)
Schools and Roads - Grants to States
Schools and Roads - Grants to Counties

20. Foster Grandparent/Senior Companion Cluster
Corporation for National and Community Service (CNCS)
AmeriCorps Seniors Foster Grandparent Program (FGP)
AmeriCorps Seniors Senior Companion Program (SCP)

21. Disability Insurance/SSI Cluster
Social Security Administration (SSA)
Social Security Disability Insurance
Supplemental Security Income

23. Economic Development Cluster
Department of Commerce (DOC)
Investments for Public Works and Economic Development
Facilities
Economic Adjustment Assistance

24. Food For Peace Cluster
U.S. Agency for International Development (USAID)
Food for Peace Development Assistance Program (DAP)
Food for Peace Emergency Program (EP)

26. Transit Services Program Cluster
Department of Transportation (DOT)
Enhanced Mobility of Seniors and Individuals with Disabilities
20.516  Job Access and Reverse Commute Program
20.521  New Freedom Program

27.  CDBG – Entitlement Grants Cluster
Department of Housing and Urban Development (HUD)
14.218  Community Development Block Grants/Entitlement Grants
14.225  Insular Areas

39.  Housing Voucher Cluster
Department of Housing and Urban Development (HUD)
14.871  Section 8 Housing Choice Vouchers
14.879  Mainstream Vouchers

43.  Head Start Cluster
Department of Health and Human Services (HHS)
93.356  Head Start Disaster Recovery
93.600  Head Start

57.  Community Facilities Loans and Grants Cluster
Department of Agriculture (USDA)
10.766  Community Facilities Loans and Grants
10.780  Community Facilities Loans and Grants (Community Programs)

58.  Health Center Program Cluster
Department of Health and Human Services (HHS)
93.224  Primary Care
Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing
93.527  Program
Grants for New and Expanded Services under the Health Center Program

59.  HOPE VI Cluster
Department of Housing and Urban Development (HUD)
14.866  Housing (HOPE VI)
14.889  Choice Neighborhoods Implementation Grants

60.  Clean Water State Revolving Fund CWSRF) Cluster
Environmental Protection Agency (EPA)
66.458  Clean Water State Revolving Fund
61. Drinking Water State Revolving Fund (DWSRF) Cluster

Environmental Protection Agency (EPA)

66.482 Capitalization Grants for Clean Water State Revolving Funds

66.468 Drinking Water State Revolving Fund

66.483 Capitalization Grants for Drinking Water State Revolving Funds

62. Hurricane Sandy Relief Cluster

Department of Health and Human Services (HHS)

93.095 HHS Programs for Disaster Relief Appropriations Act – Non-Construction

93.096 HHS Programs for Disaster Relief Appropriations Act – Construction


Department of Housing and Urban Development (HUD)

14.269 Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR)

14.272 National Disaster Resilience Competition

66. FMCSA Cluster

Department of Transportation (DOT)

20.218 Motor Carrier Safety Assistance

20.237 Motor Carrier Safety Assistance High Priority Activities Grants and Cooperative Agreements