

North Central Texas Council of Governments

Federal Financial Assistance Reports

Fiscal Year Ended September 30, 2008

**NORTH CENTRAL TEXAS
COUNCIL OF GOVERNMENTS**

**FEDERAL FINANCIAL
AND
COMPLIANCE INFORMATION**

YEAR ENDED SEPTEMBER 30, 2008

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CERTIFIED PUBLIC
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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Members of the Executive Board
North Central Texas Council of Governments
Arlington, Texas

We have audited the basic financial statements of the North Central Texas Council of Governments (the Council) as of and for the year ended September 30, 2008, and have issued our report thereon dated February 23, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Council's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Council's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affect the Council's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Council's financial statements that is more than inconsequential will not be prevented or detected by the Council's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a misstatement of the financial statements will not be prevented or detected by the Council's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of the section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

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Compliance and Other Matters

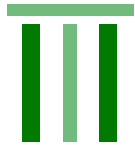
As part of obtaining reasonable assurance about whether the Council's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the Executive Board, management, state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
February 23, 2009



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AND
TIDWELL**

L.L.P.

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND
INTERNAL CONTROL OVER COMPLIANCE ACCORDANCE WITH OMB
CIRCULAR A-133 AND ON SCHEDULE OF
EXPENDITURES OF FEDERAL AWARDS**

Members of the Executive Board
North Central Texas Council of Governments
Arlington, Texas

Compliance

We have audited the compliance of the North Central Texas Council of Governments (the "Council"), with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended September 30, 2008. The Council's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major state programs is the responsibility of the Council's management. Our responsibility is to express an opinion on the Council's compliance based on our audit.

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

In our opinion, the Council, complied, in all material respects, with the requirements referred to above that are applicable to each of its major state programs for the year ended September 30, 2008.

Internal Control Over Compliance

The management of the Council is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to state programs. In planning and performing our audit, we considered the Council's internal control over compliance with requirements that could have a direct and material effect on a major state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Council's internal control over compliance.

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A *control deficiency* 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 misstatements on a timely basis. A *significant deficiency* is a control deficiency, or a combination of control deficiencies, that adversely affect the entity's ability to administer a state program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a state program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a state program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the basic financial statements of the North Central Texas Council of Governments as of and for the year ended September 30, 2008, and have issued our report dated February 23, 2009. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Executive Board, management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P

Dallas, Texas
February 23, 2009

NORTH CENTRAL TEXAS COUNCIL OF GOVERNMENTS
 SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
 FOR THE YEAR ENDED SEPTEMBER 30, 2008

Section I-Summary of Auditors' Results

BASIC FINANCIAL STATEMENTS:

An unqualified opinion was issued on the financial statements.

Internal control over financial reporting:

- Material weakness(es) identified? ___Yes **X**No
- Significant deficiency(ies) identified that is (are) not considered to be material weakness(es)? ___Yes **X**None reported

Noncompliance which is material to the basic financial statements noted? ___Yes **X**No

STATE AWARDS:

Internal control over major programs:

- Material weakness(es) identified? ___Yes **X**No
- Significant deficiency(ies) identified that is (are) not considered to be material weakness(es)? ___Yes **X**None reported

An unqualified opinion was issued on compliance for major programs.

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? ___Yes **X**No

Identification of federal major programs:

CFDA Number(s)	Name of Federal Programs or Cluster
93.575; 93.596, 93.558	Child Care Services
93.667	Social Services Block Grant – Hurricane Katrina
93.558	Temporary Assistance for Needy Families
20.205	Transportation (various)

Dollar threshold used to distinguish Between type A and type B programs: \$2,079,189

Auditee qualified as low-risk auditee? **X**Yes ___No

NORTH CENTRAL TEXAS COUNCIL OF GOVERNMENTS
SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2008

Section II-Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with Chapter 5.18 of *Government Auditing Standards*.

There were no findings for the year ended September 30, 2008.

Section III-Federal Awards Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal programs, as required to be reported by Circular A-133 Compliance Supplement, section .510. Where practical, findings should be organized by federal agency or pass-through entity.

There were no findings for the year ended September 30, 2008.

NORTH CENTRAL TEXAS COUNCIL OF GOVERNMENTS
SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2008

Finding #07-01

Program

Social Services Block Grant - Hurricane Katrina, CFDA #93.667

Finding

A sub-recipient contracted with a third party that failed to provide adequate backup for the use of Hurricane Katrina related funds.

Questioned Costs

\$192,450

Recommendation

North Central Texas Council of Governments (NCTCOG) should continue to seek backup for the questioned costs and review procedures in place for monitoring sub-recipient's use of federal funds.

Status

During the past year, NCTCOG worked with the funding agency, Health and Human Services Commission offices of the General Council and NCTCOG's legal council to determine viable remedies available to recoup funds paid to the sub-recipient. In addition, staff assisted the Office of the Inspector General and the District Attorney in their investigations of NCTCOG's findings as they relate to the sub-recipient's use of funds. NCTCOG staff continues to work with legal council and will pursue all avenues deemed prudent to recover costs.

NORTH CENTRAL TEXAS COUNCIL OF GOVERNMENTS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2008

Federal Grantor / Pass-Through Grantor / Program Title	NCTCOG Grant Number	Federal CFDA Number	Contract Number	Federal Expenditures
<u>U.S. Department of Transportation:</u>				
<i>Pass-Through Texas Department of Transportation:</i>				
Congestion Mitigation/Air Quality Program Awareness	513.06	20.205	0918-00-120	\$ 91,294
Land Use Joint Venture Program	696.02	20.205	0902-48-500	100,651
Highway Planning & Construction	700.08	20.205	50-8XXF0006	8,162,546
TRANSIMS Project	709.03	20.205	0902-48-555	115,939
Tempo Support	716.08	20.205	50-8XXF0006	76,739
Bicycle Pedestrian Education Information	803.02	20.219	0902-48-458	65,814
Clean Vehicle Tech Program	804.03	20.205	0918-00-094	1,542,684
Ozone Season Fare Reduction	805.02	20.205	0918-45-437	(3,524)
Enhanced Employee Trip Reduc	806.05	20.205	0918-00-111	200,847
Regional Vanpool DART	807.06	20.205	0918-00-119	1,228,898
Regional ITS Communication Program	812.02	20.205	0902-45-561	69,668
High Emitting Vehicle Trade Program	814.02	20.205	0918-00-084	208,424
High Emitting Vehicle Program	814.08	20.205	0918-00-143	113,314
Feasibility Corridor Study-Freight Bottleneck	817.03	20.205	0902-48-535	116,820
West Thoroughfare Program - 80	820.04	20.205	0902-48-646	126,792
West Thoroughfare Program - 100	820.04	20.205	0902-48-513	371,306
East Thoroughfare Program - 80	821.04	20.205	0918-00-066	489,229
East Thoroughfare Program - 100	821.04	20.205	0918-00-095	213,603
Pay As You Drive	875.05	20.205	0902-48-616	81,629
Park Cash Out	878.06	20.205	0918-00-106	6,927
Diesel Idling Reduction	879.05	20.205	0918-00-110	38,102
Truck Lane Study	880.05	20.205	0918-45-752	9,392
Clean Veh Fleet Procure	881.05	20.205	0918-00-112	10,370
Regional Stormwater Mgmt Program	884.06	20.205	0918-00-114	85,860
Tower 55 Rail Study	891.07	20.205	0902-48-693	325,426
Regional ITS Incident Management	901.08	20.205	0918-00-148	14,023
Regional ITS Data archiving	902.08	20.205	0918-00-147	3,524
<i>Texas Department of Transportation, subtotal</i>				<u>13,866,297</u>
<i>Pass-Through Federal Transit Administration:</i>				
NE Tarrant County Job Access Reverse Commute	697.02	20.516	TX-37-4014	154,381
Regional JA / RC	698.02	20.516	TX-37-4020	236,246
TPS-Travel Surveys	825.08	20.522	TX-39-0001-00	9,704
FTA-Grantee Administration	822.05	20.516	TX-90-X680	1,155,242
FTA-Grantee Administration	822.07	20.516	TX-90-X760	808,497
FTA-Grantee Administration	822.08	20.516	TX-90-X814	456,018
<i>Federal Transit Administration, subtotal</i>				<u>2,820,088</u>
<i>Pass-Through Federal Aviation Administration:</i>				
Federal Aviation Administration	895.07	20.106	3-48-000-0M9-2006	151,339
Federal Aviation Administration	895.08	20.106	3-48-0302-02-2007	934,956
<i>Federal Transit Administration, subtotal</i>				<u>1,086,295</u>
<i>Pass-Through Federal Highway Administration:</i>				
Regional Ecological Framework	872.08	20.205	DTFH61-08-0023	24,048
Total U.S. Department of Transportation				<u>17,796,728</u>

(continued)

NORTH CENTRAL TEXAS COUNCIL OF GOVERNMENTS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2008

Federal Grantor / Pass-Through Grantor / Program Title	NCTCOG Grant Number	Federal CFDA Number	Contract Number	Federal Expenditures
U. S. Department of Labor:				
Workforce Investment Act, Adult Logistic Skills Training and Certification	619.07	17.268	HG-15851-07-60-A-48	387,430
<i>Pass-Through Texas Workforce Commission:</i>				
Workforce Investment Act, Youth Program	602.08	17.258	0407WPF000	958,262
Workforce Investment Act, Youth Program	602.08	17.259	0407WPF000	958,262
Workforce Investment Act, Youth Program	602.08	17.260	0407WPF000	958,262
Workforce Investment Act, Adult Program	603.08	17.258	0407WPF000	965,635
Workforce Investment Act, Adult Program	603.08	17.259	0407WPF000	965,635
Workforce Investment Act, Adult Program	603.08	17.260	0407WPF000	965,635
Workforce Investment Act, Dislocated Worker	604.08	17.258	0407WPF000	1,514,687
Workforce Investment Act, Dislocated Worker	604.08	17.259	0407WPF000	1,514,687
Workforce Investment Act, Dislocated Worker	604.08	17.260	0407WPF000	1,514,687
Workforce Investment Act, Youth Program	602.09	17.259	0408WIY000	365,126
Workforce Investment Act, Adult Program	603.09	17.258	0408WIA000	524,398
Workforce Investment Act, Dislocated Worker	604.09	17.260	0408WID000	789,997
Workforce Investment Act, Branding Initiative	606.07	17.258	0407WBI000	16,566
Workforce Investment Act, Branding Initiative	606.07	17.259	0407WBI000	16,566
Workforce Investment Act, Branding Initiative	606.07	17.260	0407WBI000	16,566
<i>Workforce Investment Act, subtotal</i>				<u>12,044,971</u>
First Generation College Student Initiative	635.06	17.258	0406WSW001	(1,165)
First Generation College Student Initiative	635.06	17.259	0407WSW001	(1,165)
First Generation College Student Initiative	635.06	17.260	0406WSW001	(1,165)
<i>First Generation College Student Initiative, subtotal</i>				<u>(3,495)</u>
WIA Statewide Alternative Funds (original statewide), Budget 287,776	634.07	17.258	0407WSA000	57,720
WIA Statewide Alternative Funds, Additional funding,	634.07	17.259	0407WSA000	57,720
WIA Statewide Alternative Funds	634.07	17.260	0407WSA000	57,720
WIA Statewide Alternative Funds, Additional funding, Budget 202,434	634.07	17.258	0407WSA001	87,819
WIA Statewide Alternative Funds	634.08	17.258	0408WSA000	76,685
WIA Statewide Alternative Funds	634.08	17.259	0408WSA000	76,685
WIA Statewide Alternative Funds	634.08	17.260	0408WSA000	76,685
<i>WIA Statewide Alternative Funds, subtotal</i>				<u>491,034</u>
Trade Adjustment Assistance	638.07	17.245	0407TRA000	2,120
Trade Adjustment Assistance	638.08	17.245	0408TRA000	179,063
<i>Trade Adjustment Assistance, subtotal</i>				<u>181,183</u>
Wagner Peyser Employment Services	628.07	17.207	0407WPA000	186,196
Wagner Peyser Employment Services	628.08	17.207	0408WPA000	476,531
<i>Wagner Peyser Employment Services, subtotal</i>				<u>662,727</u>
Disability Program-Navigator Initiative	642.07	17.266	0407DPN000	43,060
Disability Program-Navigator Initiative	642.08	17.266	0408DPN000	14,094
<i>Disability Program-Navigator Initiative, subtotal</i>				<u>57,154</u>
Performance Incentive Award Grant	643.07	17.258	0407PIA000	1,427
Performance Incentive Award Grant	643.07	17.259	0407PIA000	1,427
Performance Incentive Award Grant	643.07	17.260	0407PIA000	1,427
Performance Incentive Award Grant	643.07	93.558	0407PIA000	1,426
Performance Incentive Award Grant	643.08	17.258	0408PIA000	20,772
Performance Incentive Award Grant	643.08	17.259	0408PIA000	20,772
Performance Incentive Award Grant	643.08	17.260	0408PIA000	20,771
Performance Incentive Award Grant	643.08	93.558	0408PIA000	20,771
<i>Performance Incentive Award, subtotal</i>				<u>88,793</u>
Total U.S. Department of Labor				<u>13,909,797</u>

(continued)

NORTH CENTRAL TEXAS COUNCIL OF GOVERNMENTS
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2008

Federal Grantor / Pass-Through Grantor / Program Title	NCTCOG Grant Number	Federal CFDA Number	Contract Number	Federal Expenditures
<u>U.S. Department of Agriculture:</u>				
<i>Direct Programs:</i>				
Food Stamp Employment & Training	605.07	10.561	0407FSE000	(4,461)
Food Stamp Employment & Training	605.08	10.561	0408FSE000	317,535
Food Stamp ABAWD	607.08	10.561	0408FSA000	215,375
TWC Transport Contract	633.08	10.561	0408DOT000	61,995
TWC Transport Contract	633.09	10.561	0409DOT000	15,326
Total U.S. Department of Agriculture				605,770
<u>U. S. Department of Housing and Urban Development:</u>				
<i>Pass-Through Organization of Rural Community Affairs:</i>				
Texas Community and Economic Development	671.08	14.228	C75208	18,684
Texas Community and Economic Development	671.09	14.228	C77207	289
Total U. S. Department of Housing and Urban Development				18,973
<u>U. S. Environmental Protection Agency:</u>				
<i>Direct Programs:</i>				
Muddy Creek Watershed	669.03	66.461	CD-097636901	244,210
Stream Team	668.06	66.461	CD-96602101-1	5,316
Blue Skyways Collaborative Clean School Bus	894.07	66.036	SB96645301-0	142,308
Brownsfield Revolving Loan Fund	827.08	66.818	BF-9666201-0	1,504
Smartway Trans Partn	888.06	66.034	XA-83321501	25,750
				419,088
<i>Pass-Through Texas Commission on Environmental Quality:</i>				
Water Quality Management Planning	670.08	66.454	582-8-77067	75,142
Water Quality Management Planning	670.09	66.454	582-9-77091	7,325
<i>Water Quality Management Planning, subtotal</i>				82,467
Total U.S. Environmental Protection Agency				501,555
<u>U. S. Department of Health and Human Services:</u>				
<i>Pass-Through Texas Department of Aging and Disability Services:</i>				
Title VII - Prevention of Elder Abuse, Neglect & Exploitation	562.08	93.041	2007-EAP-18	20,437
Title VII - Long Term Care Ombudsman Services for Older Individuals	563.08	93.042	2007-OAG-18	68,398
<i>Title VII, subtotal</i>				88,835
Title III, Part D, Disease Prevention and Health Promotion Services	560.08	93.043	2007-3D-18	58,416
Title III, Part D, Medication Management	567.08	93.043	2007-3D-18 MM	32,968
<i>Title III, Part D, subtotal</i>				91,384
Title III, Part B - Administration	505.08	93.044	2007-ADM-18	69,648
Title III, Part B - Grants for Supportive Services and Senior Centers	531.08	93.044	2007-3B-18	1,144,855
<i>Title III, Part B, subtotal</i>				1,214,503
Title III, Part C-1 - Administration	505.08	93.045	2007-ADM-18	118,304
Title III, Part C-1 Nutrition Services	537.08	93.045	2007-3C1-18	292,931
Title III, Part C-2 - Administration	505.08	93.045	2007-ADM-18	52,296
Title III, Part C-2 Nutrition Services	559.08	93.045	2007-3C2-18	1,760,519
<i>Title III, Part C, subtotal</i>				2,224,050

(continued)

NORTH CENTRAL TEXAS COUNCIL OF GOVERNMENTS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2008

Federal Grantor / Pass-Through Grantor / Program Title	NCTCOG Grant Number	Federal CFDA Number	Contract Number	Federal Expenditures
Title III, Part E - Administration	505.08	93.052	2007-ADM-18	56,600
Title III, Part E National Family Caregiver Support Program	561.08	93.052	2007-3E-18	561,686
<i>Title III, Part E, subtotal</i>				<u>618,286</u>
Nutrition Services Incentive Program	566.08	93.053	2007-NSIP-18	<u>582,591</u>
CMS-HCFA - Centers for Medicare & Medicaid Services	565.08	93.779	2007-CMS-18	23,884
CMS-HCFA - Centers for Medicare & Medicaid Services	565.09	93.779	2008-CMS-18	31,702
<i>CMS-HCFA - Centers for Medicare & Medicaid Services, subtotal</i>				<u>55,586</u>
<i>Texas Department of Aging and Disability Services, subtotal</i>				<u>4,875,235</u>
<i>Pass-Through Texas Department of Health:</i>				
Social Services Block Grant-Hurricane Katrina	865.07	93.667	529-07-0035-00001	<u>2,830,344</u>
<i>Pass-Through Texas Workforce Commission:</i>				
Temporary Assistance for Needy Families	610.07	93.558	0407TAN000	4,986
Temporary Assistance for Needy Families	610.08	93.558	0408TAN000	2,859,470
Choices Post Employment Stipend	612.08	93.558	0408CPE000	1,200
<i>Temporary Assistance for Needy Families, subtotal</i>				<u>2,865,656</u>
Direct Child Care Services	601.07	93.558	0407CCF000	339,341
Direct Child Care Services	601.07	93.575	0407CCF000	339,341
Direct Child Care Services	601.07	93.596	0407CCF000	339,341
Direct Child Care Services	601.08	93.558	0408CCF000	6,121,994
Direct Child Care Services	601.08	93.575	0408CCF000	6,121,994
Direct Child Care Services	601.08	93.596	0408CCF000	6,121,994
Child Care - Local	637.07	93.596	0406CCM000	842,657
Child Care - Local	637.08	93.596	0407CCM000	4,323,766
<i>Child Care Services, subtotal</i>				<u>24,550,428</u>
Total U. S. Department of Health and Human Services				<u>35,121,663</u>
<u>Department of Homeland Security:</u>				
<i>Pass-Through Texas Extension Engineering Service:</i>				
Hazard Mitigation Grant	588.03	83.548	DR-1379-3.146	<u>87,030</u>
Urban Area Security Initiative - 2005_Dallas	859.05	97.008	2005-GE-T5-4025	43,263
Urban Area Security Initiative - 2005_Fort Worth	861.05	97.008	2005-GE-T5-4025	9,989
Urban Area Security Initiative, 2006	859.06	97.008	2006-GE-T6-0068	189,378
Urban Area Security Initiative, 2007	859.07	97.074	2007-GE-T7-0024	28,680
Urban Area Security Initiative, 2007	859.07	97.008	2007-GE-T7-0024	206,576
<i>Urban Area Security Initiative, subtotal</i>				<u>477,886</u>
State Homeland Security Grant Program 2005	860.05	97.073	2005-GE-T5-4025	29,163
State Homeland Security Grant Program 2006	859.06	97.073	2006-GE-T6-0068	417,814
State Homeland Security Grant Program 2007	859.07	97.073	2007-GE-T7-0024	255,186
<i>State Homeland Security Grant, subtotal</i>				<u>702,163</u>
Public Safety Interoperability Communications	857.07	11.555	2007-GS-H7-0044	<u>25,344</u>
Total Department of Homeland Security				<u>1,292,423</u>

(continued)

NORTH CENTRAL TEXAS COUNCIL OF GOVERNMENTS
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2008

Federal Grantor / Pass-Through Grantor / Program Title	NCTCOG Grant Number	Federal CFDA Number	Contract Number	Federal Expenditures
<u>U.S. Department of Defense:</u>				
JLUS Economic adjustment Activities	896.07	12.610	EN0632-06-01-01-01	53,442
Total U.S. Department of Defense				<u>53,442</u>
<u>U.S. Department of Energy:</u>				
Clean Cities Programmatic Support	715.07	66.51	41817M3551	5,901
Total U.S. Department of Energy				<u>5,901</u>
<u>U. S. Department of Housing and Urban Development:</u>				
Community Development Work Study Program	502.06	14.512	CDWS-TX-OS-104	41
Total U.S. Department of Housing and Urban Development				<u>41</u>
<u>Total Expenditure of Federal Awards</u>				<u>\$ 69,306,293</u>

(concluded)

NORTH CENTRAL TEXAS COUNCIL OF GOVERNMENTS
 NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2008

(1) General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all applicable federal awards of the North Central Texas Council of Governments (Council). The Council's reporting entity is defined in Note A to the basic financial statements. Federal awards received directly from federal agencies, as well as federal awards passed through other government agencies are included on the schedule.

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting. The modified accrual basis of accounting is described in Note A to the basic financial statements.

(3) Relationship to Federal Financial Reports

Amounts reported in the accompanying schedule may not agree with the amounts reported in the related federal financial reports with grantor agencies because of accruals which would be included in the next report filed with the agencies.

4) Relationship to the Basic Financial Statements

Federal awards revenues are reported in the Council's basic financial statements as follows:

Federal Grants	\$	4,796,333
State Administered Grants		113,731,520
Less: State funded grant awards		<u>49,221,560</u>
Per Schedule of Expenditures of Federal Awards	\$	<u><u>69,306,293</u></u>

5) Negative Amounts

Due to a revision in the calculation of administrative costs, the funding agent has retroactively calculated certain grant expenditures. As a result of this recalculation, the effected grants reflect a negative balance on the current schedule of expenditures of federal awards.