

EXHIBIT 1

QUESTIONED COSTS

The following exhibit is a summary of the questioned costs by administering agency. Summarized for each questioned cost is the subrecipient entity, CFDA number, reason for the questioned cost, and the amount of the questioned cost. The resolution of questioned costs is the responsibility of the administering agency.

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**State of Minnesota
Office of the State Auditor
Statewide Single Audit
Questioned Costs
For the Year Ended June 30, 2012**

Exhibit 1

Administering Agency Name of Entity	CFDA Number	Reason	Dollar Amount
HIAWATHA VALLEY EDUCATION DISTRICT			
ISD 0861 WINONA	84.027	Grant Compliance	10,487
MN - DEPARTMENT OF COMMERCE			
CASS COUNTY	81.128	Expenditures	4,144
MN - DEPARTMENT OF EDUCATION			
BEMIDJI REGIONAL INTERDISTRICT C	84.027	Grant Compliance	98,511
ISD 0152 MOORHEAD	84.027	Grant Compliance	571
ISD 0394 MONTGOMERY-LONSDALE	10.555	Grant Compliance	585
ISD 0482 LITTLE FALLS	84.027	Expenditures	21,921
ISD 0625 ST PAUL	84.010	Grant Compliance	57,633
ISD 0717 JORDAN	10.555	Grant Compliance	5,457
ISD 0717 JORDAN	10.553	Grant Administration	888
ISD 0717 JORDAN	84.027	Grant Compliance	35
ISD 0829 WASECA	10.555	Grant Compliance	68
ISD 0829 WASECA	84.027	Grant Compliance	8,487
ISD 2149 MINNEWASKA AREA	84.010	Grant Compliance	9,389
ISD 2176 WARREN-ALVARADO-OSLO	84.287	Grant Compliance	11,062
ISD 2860 BLUE EARTH AREA SCHOOLS	84.010	Grant Compliance	14,828
			<u>229,435</u>
MN - DEPARTMENT OF HEALTH			
CLAY COUNTY	93.558	Expenditures	70,784
WABASHA COUNTY	93.558	Expenditures	15,767
			<u>86,551</u>
MN - DEPARTMENT OF HUMAN SERVICES			
DOUGLAS COUNTY	93.558	Grant Reporting	14,152
DOUGLAS COUNTY	93.558	Expenditures	13,000
OTTER TAIL COUNTY	93.558	Expenditures	1,193
			<u>28,345</u>
U.S. - DEPARTMENT OF EDUCATION			
ISD 0093 CARLTON	84.060	Expenditures	13,985

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Administering Agency				Dollar
Name of Entity	CFDA		Reason	Amount
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U.S. - DEPARTMENT OF HEALTH & HUMAN SERVICES				
MAYO FOUNDATION FOR MEDICAL E	93.989		Grant Compliance	50,000
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U.S. - DEPARTMENT OF INTERIOR				
MN CHIPPEWA TRIBE	15.048		Cash Management	399,013
MN CHIPPEWA TRIBE	15.035		Cash Management	60,189
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				459,202
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Total Questioned Costs				882,149
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