



UNIVERSITY OF RHODE ISLAND
(A Component Unit of the State of Rhode Island and Providence Plantations)

Auditors' Reports as Required by Office of
Management and Budget (OMB) Circular A-133 and
Government Auditing Standards and Related Information

Year ended June 30, 2008

UNIVERSITY OF RHODE ISLAND
(A Component Unit of the State of Rhode Island and Providence Plantations)

Auditors' Reports as Required by Office of
Management and Budget (OMB) Circular A-133 and
Government Auditing Standards and Related Information

Year ended June 30, 2008

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Exhibit I

**Report on Compliance with Requirements Applicable to Each Major Program,
Internal Control over Compliance, and on the Schedule of Expenditures
of Federal Awards in Accordance with OMB Circular A-133**

The Board of Governors for Higher Education
State of Rhode Island and Providence Plantations:

Compliance

We have audited the compliance of the University of Rhode Island (the University) (a component unit of the State of Rhode Island and Providence Plantations) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* (Compliance Supplement) that are applicable to each of its major federal programs for the year ended June 30, 2008, except for those requirements discussed in the second paragraph of this report. The University's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs (Exhibit III). Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the University's management. Our responsibility is to express an opinion on the University's compliance based on our audit.

We did not audit the University's compliance with the requirements governing student loan repayments in accordance with the requirements of the Student Financial Assistance Cluster: Federal Perkins Loan program as described in the Compliance Supplement. Those requirements govern functions performed by Affiliated Computer Services, Inc. (ACS). Since we did not apply auditing procedures to satisfy ourselves as to compliance with those requirements, the scope of work was not sufficient to enable us to express, and we do not express, an opinion on compliance with those requirements. ACS' compliance with the requirements governing the functions that it performs for the University for the year ended June 30, 2008 was examined by other accountants in accordance with the U.S. Department of Education's Audit Guide, *Audits of Federal Student Financial Assistance Programs at Participating Institutions and Institution Servicers*. Our report does not include the results of the other accountants' examination of ACS' compliance with such requirements.

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 federal program occurred. An audit includes examining, on a test basis, evidence about the University's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. Our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the University's compliance with those requirements.



Exhibit I

In our opinion, the University complied, in all material respects, with the requirements referred to in the first paragraph above that are applicable to each of its major federal programs for the year ended June 30, 2008.

Internal Control over Compliance

The management of the University is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the University's internal control over compliance with requirements that could have a direct and material effect on a major federal 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the University's internal control over compliance.

Requirements governing student repayments in the Student Financial Assistance Cluster: Federal Perkins Loan program as described in the Compliance Supplement are performed by ACS. Internal control over compliance related to such functions for the year ended June 30, 2008 was reported on by other accountants in accordance with the U.S. Department of Education's Audit Guide, *Audits of Federal Student Financial Assistance Programs at Participating Institutions and Institution Servicers*. Our report does not include the results of the other accountants' testing of ACS' internal control over compliance related to such functions.

Our consideration of internal control over compliance was for the limited purpose described in the second preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2008-1 through 2008-4 to be significant deficiencies.

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 federal program will not be prevented or detected by the entity's internal control. We did not consider any of the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the business-type activities and the discretely presented component unit of the University as of and for the year ended June 30, 2008, and have issued our report thereon dated December 4, 2008. The University, in fiscal 2008, implemented Government Accounting Standards Board Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment*



Exhibit I

Benefits Other Than Pensions. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the University's basic financial statements. Our audit report was modified to include a reference to other auditors. The accompanying schedule of expenditures of federal awards (Exhibit IV) 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.

The University's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the University's responses, and accordingly, we express no opinion on them.

This report is intended solely for the information and use of the Board of Governors for Higher Education, management of the University, the State of Rhode Island Auditor General's Office, federal awarding agencies and pass through entities, and is not intended to be used and should not be used by anyone other than these specified parties.

KPMG LLP

March 9, 2009
(except for the Schedule of Expenditures of Federal
Awards, which is as of December 4, 2008)



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Providence, RI 02903

Exhibit II

**Auditors' 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***

The Board of Governors for Higher Education
University of Rhode Island:

We have audited the financial statements of the business-type activities and the discretely presented component unit of the University of Rhode Island (the University) (a component unit of the State of Rhode Island and Providence Plantations) as of and for the year ended June 30, 2008, which collectively comprise the University's basic financial statements, and have issued our report thereon dated December 4, 2008. The University, in fiscal 2008, implemented Government Accounting Standards Board Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. Our audit report was modified to include a reference to other auditors. 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. Other auditors audited the financial statements of the University of Rhode Island Foundation and University of Rhode Island Alumni Association, as described in our report on the University's financial statements.

This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the University's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the University'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 combination of control deficiencies, that adversely affects the entity'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 entity's financial statements 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 a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.



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Providence, RI 02903

Exhibit II

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the University'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 Board of Governors for Higher Education, management of the University, the State of Rhode Island Auditor General's Office, 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.

KPMG LLP

December 4, 2008

UNIVERSITY OF RHODE ISLAND
 (A Component Unit of the State of Rhode Island and Providence Plantations)
 Schedule of Current Year Findings and Questioned Costs
 Year ended June 30, 2008

(1) Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unqualified		
Internal control over financial reporting:			
• Material weakness(es) identified?	_____ yes	<u> x </u> no	
• Significant deficiency(ies) identified that are not considered to be material weaknesses?	_____ yes	<u> x </u> none reported	
Noncompliance material to the financial statements noted?	_____ yes	<u> x </u> no	

Federal Award

• Material weakness(es) identified?	_____ yes	<u> x </u> no	
• Significant deficiency(ies) identified that are not considered to be material weaknesses?	<u> x </u> yes	_____ none reported	
Type of auditors' report issued on compliance for major programs:	Unqualified		
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A 133?	<u> x </u> yes	_____ no	

Identification of Major Programs

Name of federal program or cluster	CFDA #
Student Financial Assistance Cluster:	
Federal Supplemental Educational Opportunity Grants	84.007
Federal Work-Study Program	84.033
Federal Pell Grant Program	84.063
Federal Perkins Loan Program	84.038
Federal Family Educational Loan Program	84.032
Health Professional Student Loan Program	93.342
Nursing Student Loan Program	93.364
Research and Development Cluster	Various

Dollar threshold used to distinguish between type A and type B programs in conjunction with State-wide OMB Circular A-133 Audit	\$7,700,000		
Auditee qualified as low-risk auditee?	_____ yes	<u> x </u> no	

UNIVERSITY OF RHODE ISLAND
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 Schedule of Current Year Findings and Questioned Costs
 Year ended June 30, 2008

(2) Findings Relating to Financial Statements Reported in Accordance with *Government Auditing Standards*

None

(3) Findings and Questioned Costs Relating to Federal Awards

Finding number: 2008-1
Federal agency: U.S. Department of Education
Programs: FEDERAL PELL GRANT PROGRAM (PELL)
CFDA #'s: 84.063
Award year: 2008

Condition/Criteria

Per OMB No. 1845-0039, institutions must report student payment data within 30 calendar days after the school makes the payment or becomes aware of the need to make an adjustment to previously reported student payment data or expected student payment data.

During our testwork, we noted that twelve of 30 students' Pell disbursements tested were not reported to the Department of Education in a timely manner. The reporting occurred from 1 to 49 days past due.

Cause/Effect

There are limited manual controls in place to identify and correct incorrect coding errors in the system timely. The system was not set up correctly and critical fixes were not performed timely. This resulted in the system not automatically sending the Pell information to the COD.

Recommendation

We recommend that the University implement policies and procedures to ensure student payment data is reported timely.

Questioned Costs

None.

Views of Responsible Officials

The University reports Pell disbursements to COD several times per week. Reconciliations are performed to determine the accuracy of submissions. Additionally, the University will run error reports to confirm the amount and number of submissions during each transaction. All Pell disbursements were accurately distributed and reconciled for the academic year.

Contact Person

Bonnie Saccucci, Senior Associate Director, Enrollment Services.

Anticipated Completion Date

Ongoing.

UNIVERSITY OF RHODE ISLAND
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 Year ended June 30, 2008

Finding number: 2008-2
Federal agency: U.S. Department of Education
Programs: FEDERAL FAMILY EDUCATION LOAN PROGRAM (FFEL)
CFDA #'s: 84.032
Award year: 2008

Condition/Criteria

Per 34 CFR Section 668.165, “If an institution credits a student’s account at the institution with Direct Loan, FPL, or FFEL funds, no earlier than 30 days before and no later than 30 days after crediting the student’s account at the institution, the institution must notify the student, or parent of (1) the date and amount of the disbursement, and (2) the student’s right, or parent’s right to cancel all or a portion of that loan or loan disbursement and have the loan proceeds returned to the holder of that loan. The requirement on FFEL funds applies only if the funds disbursed by electronic funds transfer payment or master check.”

Out of the eligibility sample of 30 students, six students’ disbursement notifications tested did not agree to the underlying student accounting records. We noted second disbursements were described in the student letters in cases where there was not a disbursement; variance between the subsidized and unsubsidized classifications stated in letters; incorrect dating on one letter; multiple incorrect letters being received by the same student; and incorrect numbers of loans communicated to students.

Cause/Effect

The University does not have a verification process in place to ensure accurate award letters are produced and distributed to students timely.

Recommendation

We recommend that the University implement policies and procedures to ensure student disbursement notifications agree to underlying account disbursements and are provided timely.

Questioned Costs

None.

Views of Responsible Officials

The University concurs with the findings and has implemented a verification procedure to ensure timely and accurate notifications of disbursement to students. It should be noted that all students have 24/7 access to their loan disbursements through their e-Campus account. All loan disbursements to students were accurate and reconciled.

Contact Person

Bonnie Saccucci, Senior Associate Director, Enrollment Services.

Anticipated Completion Date

Ongoing.

UNIVERSITY OF RHODE ISLAND
(A Component Unit of the State of Rhode Island and Providence Plantations)
Schedule of Current Year Findings and Questioned Costs
Year ended June 30, 2008

Finding number: 2008-3
Federal agency: U.S. Department of Education
Programs: Various
CFDA #'s: Various
Award year: 2008

Condition/Criteria

Out of a sample of 30 students, four students' Cost of Attendance (COA) tested was calculated incorrectly. In the exceptions noted, the students were not over-awarded aid.

Cause/Effect

The system allows for manual adjustments to student accounts and there is not an appropriate process in place to ensure these adjustments are appropriately authorized and recorded.

Recommendation

We recommend that the University implement policies and procedures to ensure accurate COA calculations.

Questioned Costs

None.

Views of Responsible Officials

The University concurs with the findings and will be more diligent when manually adjusting COA budgets for students. Enrollment Services has reviewed process and procedures with the current staff.

Contact Person

Bonnie Saccucci, Senior Associate Director, Enrollment Services.

Anticipated Completion Date

Ongoing.

UNIVERSITY OF RHODE ISLAND
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 Schedule of Current Year Findings and Questioned Costs
 Year ended June 30, 2008

Finding number: 2008-4
Federal agency: U.S. Department of Education
Programs: FEDERAL WORK-STUDY PROGRAM (FWS)
CFDA #'s: 84.033
Award year: 2008

Condition/Criteria

Per 34 CFR 675.20, “(a) Eligible FWS employers. A student may be employed under the FWS program by – (1) The institution in which the student is enrolled; (2) A federal, state, or local public agency; (3) A private nonprofit organization; or (4) A private for-profit organization. (b) Agreement between institution and organization. (1) If an institution wishes to have its students employed under this part by a Federal, State or local public agency, or a private nonprofit or for-profit organization, it shall enter into a written agreement with that agency or organization. The agreement must set forth the FWS work conditions. The agreement must indicate whether the institution or the agency or organization shall pay the students employed, except that the agreement between an institution and a for-profit organization must require the employer to pay the nonfederal share of the student”.

Out of a sample of 30 off-campus federal work-study students, 15 of the students tested did not have written agreements with their employers.

Cause/Effect

The responsibility of managing certain grants is decentralized at URI. As a result, multiple departments must make significant effort to coordinate proper handling of grant information. In some circumstances it is not clear who has the responsibility over particular pieces of information.

Recommendation

We recommend that the University implement policies and procedures to ensure federal work study students have written agreements with their employers.

Questioned Costs

None.

Views of Responsible Officials

The University concurs with the finding and is in the process of securing off-campus agreements with all outside agencies. The University collects all student timesheets and verifies all information before submitting it to the University’s payroll office for payment.

Contact Person

Bonnie Saccucci, Senior Associate Director, Enrollment Services.

Anticipated Completion Date

Ongoing.

UNIVERSITY OF RHODE ISLAND
(A Component Unit of the State of Rhode Island and Providence Plantations)
Schedule of Expenditures of Federal Awards
Year ended June 30, 2008

<u>Federal grantor/pass-through grantor/program title</u>	<u>CFDA number</u>	<u>Federal expenditures</u>
Student Financial Assistance Cluster:		
U.S. Department of Education:		
Federal Supplemental Educational Opportunity Grants	84.007	\$ 1,385,261
Federal Work-Study Program	84.033	852,006
Federal Pell Grant Program	84.063	6,994,177
Federal Perkins Loan Program	84.038	1,376,993
Federal Family Education Loan Program	84.032	55,289,472
U.S. Department of Health and Human Services:		
Health Professional Student Loan Program	93.342	163,400
Nursing Student Loan Program	93.364	252,256
Total Student Financial Assistance Cluster		<u>66,313,565</u>
Research and Development Cluster:		
U.S. Department of Agriculture:		
Department of Agriculture with no CFDA	10.000	16,063
Plant and Animal Disease, Pest Control, and Animal Care	10.025	21,091
Grants for Agricultural Research, Special Research Grants	10.200	509,969
Formula Funds:		
Payments to Agricultural Experiment Stations Under the Hatch Act	10.203	4,375,069
Grants for Agricultural Research – Competitive Research Grants	10.206	981,572
Higher Education Challenge Grants	10.217	35,830
Higher Education Multicultural Scholars Program	10.220	13,500
Agricultural and Rural Economic Research	10.250	40,403
Integrated Programs	10.303	1,033,501
Crop Insurance Education in Targeted States	10.458	12,077
Cooperative Extension Service	10.500	264,441
Environmental Quality Incentives Program	10.912	210,078
Wildlife Habitat Incentive Program	10.914	4,028
Passed through subcontracts:		
Department of Agriculture with no CFDA	10.000	90,384
Grants for Agricultural Research, Special Research Grants	10.200	62,662
Grants for Agricultural Research – Competitive Research Grants	10.206	9,635
Sustainable Agriculture Research and Education	10.215	35,802
1890 Institution Capacity Building Grants	10.216	13,190
Integrated Programs	10.303	20,201
Homeland Security Agriculture	10.304	24,010
Crop Insurance	10.450	16,375
Cooperative Extension Service	10.500	14,287
Soil and Water Conservation	10.902	5,093
Soil Survey	10.903	33,313
Environmental Quality Incentives Program	10.912	10,000
Wildlife Habitat Incentive Program	10.914	(101)
Passed through other state agencies:		
Department of Agriculture with no CFDA	10.000	29,114
Food Stamps	10.551	436,994
Environmental Quality Incentives Program	10.912	3,879
Total U.S. Department of Agriculture		<u>8,322,460</u>

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(A Component Unit of the State of Rhode Island and Providence Plantations)
Schedule of Expenditures of Federal Awards
Year ended June 30, 2008

<u>Federal grantor/pass-through grantor/program title</u>	<u>CFDA number</u>	<u>Federal expenditures</u>
U.S. Department of Commerce:		
Department of Commerce with No CFDA	11.000	\$ 95,041
Sea Grant Support	11.417	2,637,060
Coastal Zone Management Estuarine Research Reserves	11.420	6,984
Climate and Atmospheric Research	11.431	199,420
Cooperative Science and Education Program	11.455	358,957
Special Oceanic and Atmospheric Projects	11.460	246,005
Habitat Conservation	11.463	220,450
Unallied Science Program	11.472	1,004,863
Coastal Services Center	11.473	251,206
Center for Sponsored Coastal Ocean Research – Coastal Ocean Program	11.478	454,314
Passed through subcontracts:		
Department of Commerce with No CFDA	11.000	169,612
ITA Special Projects	11.113	3,448
Coastal Zone Management Administrative Awards	11.419	49,363
Development Grants and Cooperative Agreements Program	11.427	6,243
Climate and Atmospheric Research	11.431	4,556
OAR Joint and Cooperative Institutes	11.432	45,522
Marine Fisheries Initiative	11.433	47,993
Unallied Science Program	11.472	11,745
Coastal Services Center	11.473	125,441
Center for Sponsored Coastal Ocean Research – Coastal Ocean Program	11.478	7,184
Passed through other state agencies:		
Interjurisdictional Fisheries	11.407	162,853
Coastal Zone Management Estuarine Research Reserves	11.420	3,783
Total U.S. Department of Commerce		6,112,043
U.S. Department of Defense:		
Department of Defense with No CFDA	12.000	198,147
Basic and Applied Scientific Research	12.300	3,501,240
Military Medical Research and Development	12.420	189,913
Basic Scientific Research	12.431	7,374
Air Force Defense Research Sciences	12.800	81,438
Passed through subcontracts:		
Department of Defense with No CFDA	12.000	441,323
Basic and Applied Scientific Research	12.300	708,068
Basic Scientific Research	12.431	5,152
Air Force Defense Research Sciences	12.800	87,690
Total U.S. Department of Defense		5,220,345
U.S. Department of Interior:		
Department of Interior with No CFDA	15.000	219,557
Fish and Wildlife Management Assistance	15.608	126,038
Assistance to State Water Resources Research Institutes	15.805	92,381
U.S. Geological Survey – Research and Data Acquisition	15.808	488,165
National Spatial Data Infra Cooperative	15.809	24,634
National Center Preservation Technology	15.923	15,810

UNIVERSITY OF RHODE ISLAND
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Schedule of Expenditures of Federal Awards
Year ended June 30, 2008

<u>Federal grantor/pass-through grantor/program title</u>	<u>CFDA number</u>	<u>Federal expenditures</u>
Passed through subcontracts:		
Department of Interior with No CFDA	15.000	\$ 91,821
Fish, Wildlife, and Parks Programs on Indian Lands	15.039	10,813
Fish and Wildlife Management Assistance	15.608	33,446
U.S. Geological Survey Research and Data Acquisition	15.808	95,711
Total U.S. Department of Interior		<u>1,198,376</u>
U.S. Department of Justice:		
Department of Justice with no CFDA	16.000	325,299
Trafficking in Women	16.729	1,225
Passed through subcontracts:		
Paul Coverdell Forensic Science	16.742	29,314
Total U.S. Department of Justice		<u>355,838</u>
U.S. State Department:		
State Dept with No CFDA	19.000	(34,618)
Passed Through Subcontracts:		
State Dept with No CFDA	19.000	184,336
Total U.S. State Department		<u>149,718</u>
U.S. Department of Transportation:		
US Department of Transportation No CFDA	20.000	879
Highway Planning and Construction	20.205	37
Highway Training and Education	20.215	11,036
University Transportation Centers Program	20.701	919,579
Passed through subcontracts:		
US Department of Transportation No CFDA	20.000	17,644
University Transportation Centers Program	20.760	6,213
Passed through other state agencies:		
Highway Planning and Construction	20.205	43,595
Highway Training and Education	20.215	40,993
State Plan and Research	20.515	267,760
Total U.S. Department of Transportation		<u>1,307,736</u>
National Aeronautics and Space Administration:		
Aerospace Education Services Program	43.001	20,415
Technology Transfer	43.002	352,218
Passed through subcontracts:		
NASA with No CFDA	43.000	16,161
Aerospace Education Services Program	43.001	43,425
Technology Transfer	43.002	554,327
Total National Aeronautics and Space Administration		<u>986,546</u>

UNIVERSITY OF RHODE ISLAND
(A Component Unit of the State of Rhode Island and Providence Plantations)
Schedule of Expenditures of Federal Awards
Year ended June 30, 2008

<u>Federal grantor/pass-through grantor/program title</u>	<u>CFDA number</u>	<u>Federal expenditures</u>
National Foundation on the Arts and the Humanities:		
Librarians 21st Century	45.313	\$ 197,007
Passed through subcontracts:		
Division of Preservation and Access	45.149	4,800
Total National Foundation on the Arts and the Humanities		<u>201,807</u>
National Science Foundation:		
NSF with No CFDA	47.000	40,396
Engineering Grants	47.041	614,124
Mathematical and Physical Sciences	47.049	313,505
Geosciences	47.050	5,720,371
Computer and Information Science and Engineering	47.070	429,096
Biological Sciences	47.074	527,373
Social, Behavioral, and Economic Sciences	47.075	658,340
Education and Human Resources	47.076	3,034,068
Polar Programs	47.078	215,915
International Science and Engineering	47.079	481,338
Passed through subcontracts:		
NSF with No CFDA	47.000	9,897
Engineering Grants	47.041	51,959
Mathematical and Physical Sciences	47.049	15,817
Geosciences	47.050	235,665
Biological Sciences	47.074	11,488
Social, Behavioral, and Economic Sciences	47.075	34,075
Education and Human Resources	47.076	407,724
Polar Programs	47.078	5,106
Total National Science Foundation		<u>12,806,257</u>
Environmental Protection Agency:		
National Estuary Program	66.456	244,666
Regional Wetland Program Development Grants	66.461	1,456
Science Achieve Results (STAR)	66.509	80,268
Office Research and Development Consolidated	66.511	114,934
Surveys, Studies, Investigations and Special Purpose Grants	66.606	3,978
Training and Fellowships for the Environmental Protection Agency	66.607	31,550
Pollution Prevention Grants Program	66.708	72,748
Passed through subcontracts:		
Clean Air Act – Survey Studies	66.034	37,927
Wastewater Operations Training Grant	66.467	23,590
Surveys, Studies, Investigations and Special Purpose Grants	66.606	101,624
Passed through other state agencies:		
Water Pollution Control – State and Interstate Program Support	66.419	130,931
Targeted Watershed	66.439	18,359
Environmental Policy and State Innovation Grants	66.940	99,072
Total Environmental Protection Agency		<u>961,103</u>

UNIVERSITY OF RHODE ISLAND
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Schedule of Expenditures of Federal Awards
Year ended June 30, 2008

<u>Federal grantor/pass-through grantor/program title</u>	<u>CFDA number</u>	<u>Federal expenditures</u>
U.S. Department of Energy:		
Office Science Financial Assistance Program	81.049	\$ 29,000
Defense Nuclear Nonproliferation	81.113	7,010
Energy Efficiency and Renewable Energy	81.117	465
Passed Through Subcontracts:		
US Department of Energy NO CFDA	81.000	73,955
Renewable Energy Research and Development	81.087	12,710
Passed Through other state agencies:		
Nuclear Energy Research and Development	81.121	12,822
Total U.S. Department of Energy		<u>135,962</u>
U.S. Department of Education:		
Undergraduate International Studies	84.016	23,375
Innovative Education Program Strategies	84.298	62
ED Tech State	84.318	214,533
Higher Education Institutional Aid	84.031	361,025
Teacher Quality Enhancement Grants	84.336	1,335,753
Passed through subcontracts:		
Magnet Schools Assistance	84.165	25,472
Passed through other state agencies:		
Fund for the Improvement of Education	84.323	14,647
Total U.S. Department of Education		<u>1,974,867</u>
U.S. Department of Health and Human Services:		
Biological Response to Environmental Health Hazards	93.113	324,032
Biometry and Risk Estimation	93.115	66,067
Research and Training Complementary and Alternative	93.213	68,331
Mental Health Research Grants	93.242	16,589
Advanced Education Nursing Grant Program	93.247	222,852
Alcohol National Research Service Awards for Research Training	93.272	33,486
Alcohol Research Programs	93.273	944,188
Drug Abuse Research Programs	93.279	1,329,516
Advanced Education Nursing Traineeships	93.358	62,215
Nursing Research	93.361	354,538
Research Infrastructure	93.389	3,522,379
Cancer Cause and Prevention Research	93.393	427,201
Cancer Detection and Diagnosis Research	93.394	550,998
Cancer Biology Research	93.396	128,020
Medicaid Infrastructure Grants To Support the Competitive		
Employment of People with Disabilities	93.768	526,905
Microbiology and Infectious Diseases Research	93.856	228,678
Pharmacology, Physiology, and Biological Chemistry Research	93.859	283,515
Aging Research	93.866	211,722
No Program Title	93.961	150,864
Geriatric Education Centers	93.969	188,212

UNIVERSITY OF RHODE ISLAND
(A Component Unit of the State of Rhode Island and Providence Plantations)
Schedule of Expenditures of Federal Awards
Year ended June 30, 2008

<u>Federal grantor/pass-through grantor/program title</u>	<u>CFDA number</u>	<u>Federal expenditures</u>
Passed through subcontracts:		
DHHS with No CFDA	93.000	\$ 31,611
Alzheimer's Disease Demonstration Grants to States	93.051	23,349
Innovations Applied Public Health	93.061	98,949
Food and Drug Administration Research	93.114	1,422
Grants to Increase Organ Donations	93.134	80,626
Research Healthcare Costs	93.226	26,192
Alcohol Research Programs	93.273	95,558
Drug Abuse Research Programs	93.279	72,310
Discovery and Applied Research Technological	93.286	8,432
Research Infrastructure	93.389	17,783
Cancer Detection and Diagnosis Research	93.394	94,145
Heart and Vascular Diseases Research	93.837	50,606
Allergy, Immunology and Transplantation Research	93.855	9,585
Microbiology and Infectious Diseases Research	93.856	175,644
Aging Research	93.866	89,861
Passed through other state agencies:		
Centers for Disease Control and Prevention	93.283	51,878
Total U.S. Department of Health and Human Services		<u>10,568,259</u>
Corporation for National and Community Service:		
AmeriCorps	94.006	82,169
Total Corporation for National and Community Service		<u>82,169</u>
Homeland Security:		
Homeland Security Information Technology and Evaluation Program	97.060	110,028
Total U.S. Department of Homeland Security		<u>110,028</u>
Agency for International Development:		
AID with No CFDA	98.000	2,455,078
Global Development Alliance	98.011	479,881
Passed through subcontracts:		
USAID Foreign Assistance for Programs Overseas	98.001	55,552
Total Agency for International Development		<u>2,990,511</u>
Total Research and Development Cluster		<u>53,484,025</u>
Total Expenditures of Federal Awards		<u>\$ 119,797,590</u>

See accompanying notes to schedule of expenditure of federal awards.

UNIVERSITY OF RHODE ISLAND

(A Component Unit of the State of Rhode Island and Providence Plantations)

Notes to Schedule of Expenditures of Federal Awards

June 30, 2008

(1) Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activities of the University of Rhode Island (the University) (a component unit of the State of Rhode Island and Providence Plantations) and is presented on the accrual basis of accounting.

For purposes of the Schedule, Federal awards include all grants, contracts, and similar agreements entered into directly between the University and agencies and departments of the Federal government and all subawards to the University by nonfederal organizations pursuant to federal grants, contracts, and similar agreement.

(2) Federal Perkins, Health Professional Student, and Nursing Student Loan Programs

During the year ended June 30, 2008, \$1,376,993 in loans were advanced under the Federal Perkins Loan Program, \$163,400 in loans were advanced under the Health Professional Student Loan Program and \$252,256 were advanced under the Nursing Loan Program. As of June 30, 2008, loan balances receivable under the Perkins, Health Professional Student, and Nursing Loan Programs were \$10,385,002, \$1,604,170 and \$1,575,188, respectively.

(3) Federal Family Education Loan Program

The amount of loans advanced during the year to students and parents under the Federal Family Education Loan Program was \$55,289,472.

With respect to the Federal Family Education Loan Program, the University is responsible only for the performance of certain administrative duties, and accordingly, these loans are not included in the University's financial statements. It is not practical to determine the balances of loans outstanding to students of the University under this program at June 30, 2008.