

UNIVERSITY OF RHODE ISLAND

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

**INDEPENDENT AUDITORS' REPORTS AS
REQUIRED BY OFFICE OF MANAGEMENT AND
BUDGET (OMB) CIRCULAR A-133 AND
GOVERNMENT AUDITING STANDARDS AND
RELATED INFORMATION**

JUNE 30, 2012

UNIVERSITY OF RHODE ISLAND

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

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

June 30, 2012

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Independent Auditors' Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance and 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 University of Rhode Island's (a component unit of the State of Rhode Island and Providence Plantations) compliance with the types of compliance requirements described in the "U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement" that could have a direct and material effect on each of its major Federal programs for the year ended June 30, 2012. The University of Rhode Island's major Federal 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 Federal programs is the responsibility of the University of Rhode Island's management. Our responsibility is to express an opinion on the University of Rhode Island'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 major Federal programs have occurred. An audit includes examining, on a test basis, evidence about the University of Rhode Island'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 of the University of Rhode Island's compliance with those requirements.

In our opinion, the University of Rhode Island complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major programs for the year ended June 30, 2012. However, the results of our auditing procedures disclosed two instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2012-1 and 2012-2.

Internal Control Over Compliance

Management of University of Rhode Island is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered University of Rhode Island's internal control over compliance with the 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 and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 of Rhode Island's internal control over compliance.

A deficiency in 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 and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified two deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as items 2012-1 and 2012-2. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the University of Rhode Island as of and for the year ended June 30, 2012, and have issued our report thereon dated September 30, 2012, which contained an unqualified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of Federal awards is presented for the purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial

statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

This report is intended solely for the information and use of the Board of Governors for Higher Education, management of the University of Rhode Island, the Rhode Island Office of the Auditor General, Rhode Island Department of Administration, 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.

A' Connor and Drew, P.C.

**Certified Public Accountants
Braintree, Massachusetts**

November 28, 2012

(Except for our report on the Schedule of Federal Awards, for which the date is September 30, 2012)



**Independent 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***

To the Board of Governors for Higher Education
State of Rhode Island and Providence Plantations

We have audited the financial statements 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, 2012, and have issued our report thereon dated September 30, 2012, which included a reference to the report of the other auditor who audited the discretely presented component unit. 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, as described in our report on the University's financial statements.

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

Internal Control Over Financial Reporting

Management of the University is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the University's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing an opinion 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 deficiency in internal control 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 *material weakness* is a deficiency, or a combination of deficiencies, in internal control such there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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 the internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we considered 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*.

We noted certain matters that we reported to management of the University in a separate letter dated September 30, 2012.

This report is intended solely for the information and use of the Board of Governors for Higher Education, management of the University of Rhode Island, the Rhode Island Office of the Auditor General, Rhode Island Department of Administration, 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.

O'Connor and Drew, P.C.

Certified Public Accountants
Braintree, Massachusetts

September 30, 2012

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

Schedule of Current Year Findings and Questioned Costs

June 30, 2012

Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unqualified
Internal control over financial reporting:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified that are not considered to be material weaknesses?	None reported
Noncompliance material to the financial statements noted?	No

Federal Award

Internal control over major programs:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified that are not considered to be material weaknesses?	Yes
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?	Yes

UNIVERSITY OF RHODE ISLAND
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Schedule of Current Year Findings and Questioned Costs - Continued

June 30, 2012

Major programs of University of Rhode Island include:

<u>Grantor/pass-through grantor/program title</u>	<u>CFDA Number</u>
Student Financial Assistance Cluster:	
Federal Supplemental Education Opportunity Grant Programs	84.007
Higher Education Institutional Aid	84.031
Federal Work Study Program	84.033
Federal Perkins Loan Program	84.038
Federal Pell Grant Program	84.063
Federal Direct Student Loans (Note 2)	84.268
Academic Competitiveness Grants	84.375
Teacher Education Assistance for College and Higher Education Grants	84.379
Health Professional Student Loan Program	93.342
Nursing Student Loan Program	93.364
Research and Development Cluster	Various
State Fiscal Stabilization Fund	84.394

The dollar threshold to distinguish between Type A and Type B programs is \$14,500,000.

The University does not qualify as a low-risk auditee.

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Schedule of Current Year Findings and Questioned Costs - Continued

June 30, 2012

Finding number: 2012-1
Federal agency: U.S. Department of Health and Human Services
Programs: Research and Development Cluster
CFDA #'s: 81.041
Award year: 2012

Condition

Recipients who provide American Recovery and Reinvestment Act (ARRA) funds to subrecipients must provide the Federal award number, CFDA number, and the amount of ARRA funds at the time of sub award and disbursement. Although the University provided the above required information to the sub recipients who received ARRA funds at the time of sub award, the University did not furnish that information at the time of disbursement for one of the two subrecipients who received Recovery Act funds during fiscal year 2012. The total amount of the ARRA funds provided to the sub recipient during fiscal year 2012 was \$46,971.

Criteria

According to 2 C.F.R. Section 176.210(c):

Recipients agree to separately identify to each subrecipient, and document at the time of subaward and at the time of disbursement of funds, the Federal award number, CFDA number and amount of Recovery Act funds. When a recipient awards Recovery Act funds for an existing program, the information furnished to subrecipients shall distinguish the subawards of incremental Recovery Act funds from regular subawards under the existing programs.

Cause/Effect

The cause of this condition has been attributed to the University not having a proper policy to ensure that the information is supplied to the subrecipients at the time of disbursement. As a result, the subrecipients did not receive the required information at the time of disbursement.

Recommendation

We recommend that management of the University implement policies and procedures to ensure that the proper information is supplied to subrecipients.

Questioned Costs

\$46,971.

UNIVERSITY OF RHODE ISLAND
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Schedule of Current Year Findings and Questioned Costs - Continued

June 30, 2012

Views of Responsible Officials

The University issues a separate subaward contract with a purchase order to subrecipients of ARRA funded projects. The contract outlines the required information: Federal award number, CFDA number and amount of Recovery Act funds. The subrecipient invoice is required to reference the subaward contract and purchase order number. The University accounts payable check stub references the vendor's invoice number and invoice amount.

In fiscal year 2012, corrective action was taken for each ARRA subrecipient payment, URI was to enter the required information in a description field in PeopleSoft which would print on the check stub. In this case, although the sub recipient purchase order was issued after the corrective action was taken, the special terms and conditions were not noted on the P.O and therefore accounts payable did not include the ARRA required language on the remittance. In fiscal year 2013, the University will review all ARRA sub recipient awards to make sure the required information is reported as special terms and conditions on the P.O. and in the description field in PeopleSoft which will print on the check stub.

Contact Person

Sharon Bell, Controller

UNIVERSITY OF RHODE ISLAND

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Schedule of Current Year Findings and Questioned Costs - Continued

June 30, 2012

Finding number: 2012-2
Federal agency: U.S. Department of Health and Human Services
Programs: Research and Development Cluster
CFDA #'s: 66.456 & 43.000
Award year: 2012

Condition

Matching or cost sharing includes requirements to provide non-Federal contributions of a specified amount or percentage to match Federal awards. Matching may be in the form of allowable costs incurred or in-kind contributions (including third-party in-kind contributions). We noted that two contracts we selected for testing had not met the cost-sharing requirement by the end of the contract term in accordance with the respective agency agreements. The total amount of cost-sharing not met during fiscal year 2012 was \$31,873.

Criteria

Cost sharing is a requirement between the federal awarding agencies and an entity which is explicitly stated within the written contract and required to be met by contract end. When cost sharing requirements are not met prior to program end date, the entity is in violation of the terms of the agreement with the agency. Each specific agency determines the penalties of violating the cost-sharing agreement.

Cause/Effect

The cause of this condition has been attributed to the University not having a proper policy to ensure that cost-sharing is met by the end of the program period. As a result, the University failed to meet its cost-sharing obligation on two of its programs.

Recommendation

We recommend that management of the University implement policies and procedures to ensure that proper cost-sharing is established by the end of the program.

Questioned Costs

\$31,873

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Schedule of Current Year Findings and Questioned Costs - Continued

June 30, 2012

Views of Responsible Officials

The University concurs. Not all awards require cost share. For those awards that require cost share, such requirements are to be reviewed and monitored during the award period. In these cases, although cost share had been incurred, it had not been monitored sufficiently so that deficiencies could be acted upon in a timely manner.

In fiscal year 2013, the University is currently implementing a procedure to regularly review cost share expenditures as compared to cost share award requirements over the life of the award. The procedure includes identifying in PeopleSoft the awards that have cost share requirements and obtaining periodic reports to compare activity. When activity is not in line with budget, the departments will be contacted to take the appropriate corrective action.

In the cases mentioned above, the University is currently working with these agencies to resolve the cost sharing requirements.

Contact Person

Sharon Bell, Controller

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Schedule of Current Year Findings and Questioned Costs - Continued

June 30, 2012

Previous Year Findings and Questioned Costs Relating to Federal Awards

Finding number:	2011-1
Federal agency:	U.S. Department of Health and Human Services
Programs:	Research and Development Cluster
CFDA #'s:	93.701
Award year:	2011

Auditor's current year comment

This finding was not corrected. See current year description of finding 2012-1.

UNIVERSITY OF RHODE ISLAND
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Schedule of Expenditures of Federal Awards

Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
<u>Student Financial Assistance Cluster:</u>		
<i>U.S. Department of Education:</i>		
Federal Supplemental Educational Opportunity Grants	84.007	\$ 1,384,761
Higher Education Institutional Aid	84.031	5,275
Federal Work study Program	84.033	997,719
Federal Perkins Loan Program-Federal Capital Contributions	84.038	1,013,244
Federal Pell Grant Program	84.063	15,755,885
Federal Direct Student Loans	84.268	101,048,499
Academic Competitiveness Grants	84.375	275
Teacher Education Assistance for College and Higher Education (TEACH) Grants	84.379	9,000
<i>U.S. Department of Health and Human Services:</i>		
Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Student	93.342	266,000
Nursing Student Loans	93.364	319,800
Total Student Financial Assistance Cluster		<u>120,800,458</u>
<u>Research and Development Cluster:</u>		
<i>U.S. Department of Agriculture:</i>		
Federal Funds:		
Department of Agriculture with No CFDA	10.000	94,402
Agricultural Research-Basic and Applied Research	10.001	117,047
Plant and Animal Disease, Pest Control, and Animal Care	10.025	25,618
Grants for Agricultural Research, Special Research Grants	10.200	413,692
Grants for Agricultural Research-Competitive Research Grants	10.206	110,430
Food and Agricultural Sciences National Needs Graduate Fellowship Grants	10.210	30,244
Integrated Programs	10.303	1,345,568
International Science and Education Grants	10.305	38,462
Agriculture and Food Research Initiative	10.310	445,973
Crop Insurance Education in Targeted States	10.458	195,652
Cooperative Extension Service	10.500	198,639
Forestry Research	10.652	33,395
Forest Health Protection	10.680	14,754
Soil and Water Conservation	10.902	88,973
Soil Survey	10.903	55,815
Environmental Quality Incentives Program	10.912	12,074
Formula Funds:		
Cooperative Forestry Research	10.202	73,610
Payments to Agricultural Experiment Stations Under the Hatch Act	10.203	2,033,106
Animal Health and Disease Research	10.207	1,577
Cooperative Extension Service	10.500	1,236,776
Passed Through Subcontracts:		
Plant and Animal Disease, Pest Control, and Animal Care	10.025	1,039
Grants for Agricultural Research-Competitive Research Grants	10.206	30,715
Sustainable Agriculture Research and Education	10.215	78,423
1890 Institution Capacity Building Grants	10.216	4,536
Biotechnology Risk Assessment Research	10.219	27,356
Integrated Programs	10.303	47,479
Homeland Security Agricultural	10.304	31,235
Organic Agriculture Research and Extension Initiative	10.307	2,196
Agriculture and Food Research Initiative	10.310	37,266
Beginning Farmer and Rancher Dev	10.311	26,004
Cooperative Extension Service	10.500	145,326

UNIVERSITY OF RHODE ISLAND
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Schedule of Expenditures of Federal Awards

Year Ended June 30, 2012

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>
Passed Through Subcontracts, American Recovery and Reinvestment Act (ARRA):		
Trade Adjustment Assistance for Farmers Training Coordination Program (TAAF)	10.315	9,705
Passed Through Other State Agencies:		
Plant and Animal Disease, Pest Control, and Animal Care	10.025	2,179
Specialty Crop Block Grant Program	10.169	9,112
Specialty Crop Block Grant Program-Farm Bill	10.170	5,657
Grants for Agricultural Research, Special Research Grants	10.200	28,462
Special Support Nutrition Program for Women	10.557	586,415
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	214,321
Total U.S. Department of Agriculture		<u>7,853,233</u>
<i>U.S. Department of Commerce:</i>		
Federal Funds:		
Department of Commerce with No CFDA	11.000	445,673
Economic Development-Support for Planning Organizations	11.302	9,116
Sea Grant Support	11.417	2,227,549
Coastal Zone Management Administrative Awards	11.419	217
Coastal Zone Management Estuarine Research Reserves	11.420	50,053
Fisheries Development / Utilization Research / Development Grants / Cooperative Agreements Program	11.427	87,458
Climate and Atmospheric Research	11.431	147,858
Marine Fisheries Initiative	11.433	96,743
Environmental Sciences Applications	11.440	29,703
Regional Fishery Management Councils	11.441	1,880
Special Oceanic and Atmospheric Projects	11.460	88,636
Applied Meteorological Research	11.468	13,985
Unallied Science Program	11.472	422,578
Coastal Services Center	11.473	50,975
Center for Sponsored Coastal Ocean Research Coastal Ocean Program	11.478	216,190
Congressionally-Identified Projects	11.617	668,564
Passed Through Subcontracts:		
Ocean Exploration	11.011	195,002
Integrated Ocean Observing Systems	11.012	93,524
Sea Grant Support	11.417	43,744
Coastal Zone Management Administrative Awards	11.419	4,107
Climate and Atmospheric Research	11.431	213,615
National Oceanic and Atmospheric Administration	11.432	72,283
Coop fishery Statistics	11.434	25,611
Pacific Coast Salmon Recovery	11.438	635
Weather and Air Quality Research	11.459	70,225
Meteorologic and Hydrologic Modernization Development	11.467	139,538
Unallied Science Program	11.472	116,505
Coastal Services Center	11.473	35,159
Center for Sponsored Coastal Ocean Research Coastal Ocean Program	11.478	3,602
Passed Through Other State Agencies:		
Interjurisdictional Fisheries	11.407	(1,597)
Coastal Zone Management Estuarine Research Reserves	11.420	3,183
Habitat Conservation	11.463	56,166
Passed Through Other State Agencies, American Recovery and Reinvestment Act (ARRA):		
State Broadband Data and Development Grant Program	11.558	36,254
Total U.S. Department of Commerce		<u>5,664,734</u>

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Schedule of Expenditures of Federal Awards

Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
<i>U.S. Department of Defense:</i>		
Federal Funds:		
Department of Defense with No CFDA	12.000	47,124
Basic and Applied Scientific Research	12.300	2,599,928
Military Medical Research and Development	12.420	149,821
The Language Flagship Grants to Institutions of Higher Education	12.550	23,995
Air Force Defense Research Sciences Program	12.800	1,800,672
Research and Technological Development	12.910	84,654
Passed Through Subcontracts:		
Department of Defense with No CFDA	12.000	150,953
Basic and Applied Scientific Research	12.300	1,200,371
Military Medical Research and Development	12.420	23,868
Basic Scientific Research	12.431	64,183
Air Force Defense Research Sciences Program	12.800	653,296
Research and Technological Development	12.910	1,214
Passed Through Subcontracts, American Recovery and Reinvestment Act (ARRA):		
Air Force Defense Research Sciences Program	12.800	7,511
Total U.S. Department of Defense		6,807,590
<i>U.S. Department of Interior:</i>		
Federal Funds:		
Department of Interior with No CFDA	15.000	709,132
Fish and Wildlife Management Assistance	15.608	45,643
Coastal Program	15.630	24,102
Assistance to State Water Resources Research Institutes	15.805	90,655
U.S. Geological Survey-Research and Data Collection	15.808	57,600
National Land Remote Sensing Education Outreach	15.815	24,861
Department of Interior National Park Service	15.944	88,794
Cooperative Research and Training Programs-Resources of the National Park System	15.945	106,837
Passed Through Subcontracts:		
Department of Interior with No CFDA	15.000	62,741
Coastal Impact Assistance Program	15.426	42,954
Passed Through Other State Agencies:		
State Wildlife Grants	15.634	7,607
Total U.S. Department of Interior		1,260,926
<i>U.S. Department of Justice:</i>		
Federal Funds:		
Department of Justice with No CFDA	16.000	243,320
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	105,395
Public Safety Partnership and Community Policing Grants	16.710	32,380
Passed Through Subcontracts:		
Juvenile Mentoring Program	16.726	13,928
Passed Through Other State Agencies:		
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	15,456
Edward Byrne Memorial Justice Assistance Grant Program	16.738	10,684
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	44,939

UNIVERSITY OF RHODE ISLAND
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Schedule of Expenditures of Federal Awards

Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
Passed Through Other State Agencies, American Recovery and Reinvestment Act (ARRA): Edward Byrne Memorial Justice Assistance Grant Program	16.738	6
Total U.S. Department of Justice		466,108
<i>U.S. Department of Transportation:</i>		
Federal Funds:		
Highway Research and Development Program	20.200	2,682
Highway Training and Education	20.215	3,529
University Transportation Centers	20.760	604,208
Passed Through Subcontracts:		
Highway Planning and Construction	20.205	92,452
University Transportation Centers Program	20.701	52,622
Passed Through Other State Agencies:		
Highway Research and Development Program	20.200	370,027
Highway Planning and Construction	20.205	225,261
Highway Training and Education	20.215	3,063
Total U.S. Department of Transportation		1,353,844
<i>General Services Administration:</i>		
Federal Funds:		
General Services Administration with no CFDA	39.000	3,184
Total U.S. General Services Administration		3,184
<i>National Aeronautics and Space Administration:</i>		
Federal Funds:		
NASA with No CFDA	43.000	252,838
Aerospace Education Services Program	43.001	290,435
Technology Transfer	43.002	48,901
Passed Through Subcontracts:		
NASA with No CFDA	43.000	128,840
Technology Transfer	43.002	2,843
Total National Aeronautics & Space Administration		723,857
<i>National Science Foundation:</i>		
Federal Funds:		
National Science Foundation with No CFDA	47.000	83,508
Engineering Grants	47.041	611,935
Mathematical and Physical Sciences	47.049	165,082
Geosciences	47.050	7,954,897
Computer and Information Science and Engineering	47.070	360,396
Biological Sciences	47.074	376,775
Social, Behavioral, and Economic Sciences	47.075	17,864
Education and Human Resources	47.076	3,199,945
Polar Programs	47.078	522,910
International Science and Engineering (OISE)	47.079	245,242
Office of Experimental Program to Stimulate Competitive Research	47.081	3,986,023

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Schedule of Expenditures of Federal Awards

Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
<i>American Recovery and Reinvestment Act (ARRA):</i>		
National Science Foundation with No CFDA	47.000	284,727
Geosciences	47.050	352,813
Polar Programs	47.078	32,854
Trans NSF Recovery Act Research Support	47.082	1,522,975
<i>Passed Through Subcontracts:</i>		
National Science Foundation with No CFDA	47.000	18,998
Engineering Grants	47.041	19,144
Geosciences	47.050	304,217
Biological Sciences	47.074	75,447
Education and Human Resources	47.076	122,717
<i>Passed Through Subcontracts, American Recovery and Reinvestment Act (ARRA):</i>		
Trans NSF Recovery Act Research Support	47.082	13,460
Total National Science Foundation		20,271,929
<i>U.S. Department of Veterans Affairs:</i>		
<i>Federal Funds:</i>		
Grants to States for Construction of State Home Facilities	64.005	45,579
Veterans Rehabilitation-Alcohol and Drug Dependence	64.019	18,887
Total Department of Veterans Affairs		64,466
<i>Environmental Protection Agency:</i>		
<i>Federal Funds:</i>		
National Estuary Program	66.456	301,887
Great Lakes Program	66.469	123,167
Surveys, Studies, Investigations and Special Purpose Grants within the Office of Research and Development	66.510	11,808
Science To Achieve Results	66.514	16,422
Pollution Prevention Grants Program	66.708	66,997
<i>Passed Through Subcontracts:</i>		
Environmental Protection Agency with No CFDA	66.000	89,590
Climate Showcase Communities Grant Program	66.041	99,391
Pollution Prevention Grants Program	66.708	122
<i>Passed Through Other State Agencies:</i>		
Water Pollution Control State, Interstate, and Tribal Program Support	66.419	92,485
Beach Monitoring and Notification Program Implementation Grants	66.472	36,222
Environmental Policy and State Innovation Grants	66.940	154
Total Environmental Protection Agency		838,245
<i>U.S. Nuclear Regulatory Commission:</i>		
<i>Federal Funds:</i>		
U.S. Nuclear Regulatory Commission Nuclear Education Grant Program	77.006	71,494
U.S. Nuclear Regulatory Commission Scholarship and Fellowship Program	77.008	35,000
Total U.S. Nuclear Regulatory Commission		106,494

UNIVERSITY OF RHODE ISLAND
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Schedule of Expenditures of Federal Awards

Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
<i>U.S. Department of Energy:</i>		
Federal Funds:		
Office of Science Financial Assistance Program	81.049	1,073,988
Renewable Energy Research and Development		
Analysis/Assistance	81.087	868,717
Nuclear Energy Research, Development and Demonstration	81.121	116,906
Passed Through Subcontracts:		
US Department of Energy with No CFDA	81.000	163,742
Conservation Research and Development	81.086	32,331
Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical	81.117	134,890
National Nuclear Security Administration (NNSA) Minority Serving Institutions (MSI) Program	81.123	5,115
Advanced Research and Projects Agency-Energy Financial Assistance Program	81.135	43,581
Passed Through Subcontracts, American Recovery and Reinvestment Act (ARRA):		
Renewable Energy Research and Development	81.087	80,112
Passed Through Other State Agencies:		
Renewable Energy Research and Development	81.087	105,333
Passed Through Other State Agencies, American Recovery and Reinvestment Act (ARRA):		
State Energy Program	81.041	2,289,962
Total U.S. Department of Energy		<u>4,914,677</u>
<i>U.S. Department of Education:</i>		
Federal Funds:		
Undergraduate International Studies and Foreign Language Programs	84.016	90,409
Javits Fellowships	84.170	41,794
Safe and Drug-Free Schools and Communities - National Programs	84.184	419,038
Educational Technology State Grants	84.318	215,827
Teacher Quality Partnership Grants	84.336	(313)
American Recovery and Reinvestment Act (ARRA):		
Educational Technology State Grants	84.318	202,603
Passed Through Subcontracts:		
Magnet Schools Assistance	84.165	2,140
Education Research, Development and Dissemination	84.305	29,041
Research in Special Education	84.324	132,732
Passed Through Other State Agencies:		
College Access Challenge Grant Program	84.378	88,002
Total U.S. Department of Education		<u>1,221,273</u>
<i>U.S. Department of Health and Human Services:</i>		
Federal Funds:		
Department of Health and Human Services with No CFDA	93.000	72,795
Food and Drug Administration Research	93.103	20,193
Environmental Health	93.113	767,848
Biometry and Risk Estimation	93.115	2,078
Mental Health Research Grants	93.242	157,033
Advanced Nursing Education Grant Program	93.247	151,298
Alcohol Research Programs	93.273	18,880
Drug Abuse and Addiction Research Programs	93.279	1,800,763
Advanced Nursing Education Traineeships	93.358	33,937

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Schedule of Expenditures of Federal Awards

Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
Nursing Research	93.361	838,782
National Center for Research Resources	93.389	3,247,545
Academic Research Enhancement Award	93.390	104,894
Cancer Cause and Prevention Research	93.393	431,030
Cancer Detection and Diagnosis Research	93.394	972,233
Cancer Biology Research	93.396	306,400
Developmental Disabilities Basic Support and Advocacy Grants	93.630	510,743
Medicaid Infrastructure Grants To Support the Competitive Employment of People with Disabilities	93.768	441,533
Cardiovascular Diseases Research	93.837	6,268
Blood Diseases and Resources Research	93.839	312,226
Diabetes, Digestive, and Kidney Diseases Extramural Research	93.847	328,381
Allergy, Immunology and Transplantation Research	93.855	4,469,431
Biomedical Research and Research Training	93.859	178,833
Child Health and Human Development Extramural Research	93.865	294,635
Health Care and Other Facilities	93.887	1,086
Research, Prevention, and Education Programs on Lyme Disease in the United States	93.942	124,537
Geriatric Education Centers	93.969	438,784
American Recovery and Reinvestment Act (ARRA):		
Grants to Increase Organ Donations	93.134	119,965
Trans-NIH Recovery Act Research Support	93.701	1,946,386
Passed Through Subcontracts:		
Area Health Education Centers Point of Service Maintenance and Enhancement Awards	93.107	26,168
Oral Diseases and Disorders Research	93.121	27,150
Human Genome Research	93.172	43,682
Mental Health Research Grants	93.242	21,938
Drug Abuse and Addiction Research Programs	93.279	204,930
Cancer Detection and Diagnosis Research	93.394	44,200
Cardiovascular Diseases Research	93.837	79,766
Diabetes, Digestive, and Kidney Diseases Extramural Research	93.847	110,926
Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853	206,558
Allergy, Immunology and Transplantation Research	93.855	239,859
Biomedical Research and Research Training	93.859	326,378
Child Health and Human Development Extramural Research	93.865	19,253
Aging Research	93.866	76,152
Passed Through Subcontracts, American Recovery and Reinvestment Act (ARRA):		
Trans-NIH Recovery Act Research Support	93.701	4,255
Passed Through Other State Agencies:		
Special Programs for the Aging Title III, Part D Disease Prevention and Health Promotion Services	93.043	43,199
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	73,839
Block Grants for Prevention and Treatment of Substance Abuse	93.959	35,563
Total U.S. Department of Health and Human Services		19,682,333
<i>Corporation for National and Community Service:</i>		
Federal Funds:		
AmeriCorps	94.006	46,771
Passed Through Subcontracts:		
AmeriCorps	94.006	11,459
Total Corporation for National and Community Service		58,230

UNIVERSITY OF RHODE ISLAND
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Schedule of Expenditures of Federal Awards

Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
<i>U.S. Department of Homeland Security:</i>		
Federal Funds:		
Centers for Homeland Security	97.061	2,766,917
Homeland Security Advanced Research Projects Agency	97.065	73,079
Homeland Security Grant Program	97.067	13,290
Competitive Training Grants	97.068	259,480
Passed Through Subcontracts:		
Centers for Homeland Security	97.061	275,618
Total U.S. Department of Homeland Security		<u>3,388,384</u>
<i>Agency for International Development:</i>		
Federal Funds		
USAID Foreign Assistance for Programs Overseas	98.001	9,690,644
Passed Through Subcontracts:		
USAID Foreign Assistance for Programs Overseas	98.001	245,809
Total Agency for International Development		<u>9,936,453</u>
Total Research and Development Cluster		<u>84,615,960</u>
<u>Other Programs:</u>		
<i>U.S. Department of Education:</i>		
Passed Through Other State Agencies, American Recovery and Reinvestment Act (ARRA):		
State Fiscal Stabilization Fund	84.394	8,014,065
Total U.S. Department of Education		<u>8,014,065</u>
Total Expenditures of Federal Awards		<u>\$ 213,430,483</u>

UNIVERSITY OF RHODE ISLAND
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Notes to the Schedule of Expenditures of Federal Awards

June 30, 2012

Note 1 - **Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activities of 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, agencies, departments of the federal government, and all subawards to the University by nonfederal organizations pursuant to federal grants, contracts, and similar agreements.

Note 2 - **Federal Direct Student Loans Program**

The University disbursed \$101,048,499 of loans under the Federal Direct Student Loans program which includes Stafford Subsidized and Unsubsidized Loans and Parents' Loans. It is not practical to determine the balances of loans outstanding to students of the University under this program as of June 30, 2012. The University is only responsible for the performance of certain administrative duties and, accordingly, these loans are not included in the University's financial statements.

Note 3 - **Federal Perkins, Health Professional Student and Nursing Student Loan Programs**

During the year ended June 30, 2012, \$1,013,244 in loans were advanced under the Federal Perkins Loan Program, \$266,000, in loans were advanced under the Health Professional Student Loan Program and \$319,800 were advanced under the Nursing Loan Program. As of June 30, 2012 loan balances receivable under the Perkins, Health Professional Student and Nursing Loan Programs were \$9,911,957, \$1,899,537 and \$1,594,400, respectively.