

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, 2013

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, 2013

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY OMB CIRCULAR A-133

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

Report on Compliance for Each Major Federal Program

We have audited the University of Rhode Island's (the "University") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the University's major Federal programs for the year ended June 30, 2013. The University's major Federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its Federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the University's major Federal programs based on our audit of the types of compliance requirements referred to above. 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.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major Federal program. However, our audit does not provide a legal determination of the University's compliance.

Opinion on Each Major Federal Program

In our opinion, the University complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major Federal programs for the year ended June 30, 2013.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as Finding 2013-1. Our opinion on each major Federal program is not modified with respect to this matter.

The University's response to the noncompliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The University's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Management of the University is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the University's internal control over compliance with the types of requirements that could have a direct and material effect on each major Federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major Federal program 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's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance 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. 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.

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 over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified a deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item Finding 2013-1, that we consider to be a significant deficiency.

The University's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The University's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the University as of and for the year ended June 30, 2013 and have issued our report thereon dated September 30, 2013, which contained an unmodified 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 Organization*. 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.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

O'Connor and Drew, P.C.

**Certified Public Accountants
Braintree, Massachusetts**

November 26, 2013

(except for the Schedule of Expenditures of Federal Awards, for which the date is September 30, 2013)



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
Providence, Rhode Island

We have audited, 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, the financial statements of the University of Rhode Island (the "University"), which comprise the statements of net position as of June 30, 2013 and 2012, the related statements of revenues, expenses and changes in net position and cash flows for the years then ended, and the related notes to the financial statements, which collectively comprise the University's basic financial statements and have issued our report thereon dated September 30, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the University's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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 University's internal control. Accordingly, we do not express an opinion on the effectiveness of the University's internal control.

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 and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that 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. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control 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 material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the University's financial statements are free from 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.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

O'Connor and Drew, P.C.

**Certified Public Accountants
Braintree, Massachusetts**

September 30, 2013

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, 2013

Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified
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:	Unmodified
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, 2013

Major Federal 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
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

The dollar threshold to distinguish between Type A and Type B programs is \$13,500,000.

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

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

June 30, 2013

Finding number: 2013-1
Federal agency: U.S. Department of Agriculture
Programs: Research and Development Cluster
CFDA #'s: 10.561
Award year: 2013

Condition

The University contracted with the Rhode Island Department of Human Services to provide Supplemental Nutrition Assistance Program (SNAP) outreach services during fiscal year 2013. The contract states that the matching expenditures were to be provided, principally, by third party entities, which had partnered with the University. According to certified documentation provided by the third party entities, the payroll of the third party entities were used to meet the matching requirement of the grant.

Although the matching expenditures appear reasonable in comparison to the budget, the University did not receive payroll records from forty-one third party vendors totaling \$596,107 to support the matching requirement.

Criteria

According to 7 C.F.R. Section 277.4(d):

All cash or in-kind contributions except as provided in paragraph (e) of this section shall be allowable as part of the State agency's share of program costs when such contributions:

- 1) Are verifiable;
- 2) Are not contributed for another Federally-assisted program, unless authorized by Federal legislation;
- 3) Are necessary and reasonable for accomplishment of project objectives;
- 4) Are charges that would be allowable under this part;
- 5) Are not paid by the Federal Government under another assistance agreement unless authorized under the other agreement and its subject laws and regulations; and
- 6) Are in the approved budget.

Cause/Effect

The cause of this condition has been attributed to the University not having a proper policy and oversight to ensure that the documentation for in-kind third party is collected and reviewed for accuracy and completeness.

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

June 30, 2013

Recommendation

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

Questioned Costs

\$596,107

Views of Responsible Officials

We agree the procedures surrounding the monitoring of cost share expenditures should be enhanced. The University's Policy #97-01 "Cost Sharing" states "it is the department/principal investigator's responsibility that the committed amount of cost sharing is met and that the actual amount of cost sharing is documented." In this case, the cost share committed was actually met, however, two months after the grant end date (within a typical grant close out period), the written documentation was obtained and provided to the University's sponsor (Rhode Island Department of Human Services). The Principal Investigator has agreed to work on obtaining quarterly written certifications from the third party providers with the new SNAP outreach grant that begins October 1, 2013 to enable monitoring and reporting of these commitments during the grant period.

Contact Person

Sharon Bell, Controller

UNIVERSITY OF RHODE ISLAND
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Schedule of Prior Year Findings and Questioned Costs

June 30, 2013

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.

Auditors' current year comment

This finding was corrected during fiscal year 2013.

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.

Auditors' current year comment

This finding was corrected during fiscal year 2013.

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, 2013

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	\$ 1,385,261
Higher Education Institutional Aid	84.031	4,000
Federal Work study Program	84.033	1,091,042
Federal Perkins Loan Program-Federal Capital Contributions	84.038	1,108,683
Federal Pell Grant Program	84.063	15,149,648
Federal Direct Student Loans	84.268	99,042,505
Teacher Education Assistance for College and Higher Education (TEACH) Grants	84.379	4,000
<i>U.S. Department of Health and Human Services</i>		
Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Student	93.342	254,200
Nursing Student Loans	93.364	228,782
Total Student Financial Assistance Cluster		118,268,121
<u>Research and Development Cluster:</u>		
<i>U.S. Department of Agriculture:</i>		
Federal Funds:		
Department of Agriculture with No CFDA	10.000	38,720
Agricultural Research-Basic and Applied Research	10.001	143,887
Plant and Animal Disease, Pest Control, and Animal Care	10.025	28,906
Grants for Agricultural Research, Special Research Grants	10.200	299,161
Grants for Agricultural Research-Competitive Research Grants	10.206	14,153
Higher Education-Graduate Fellowships Grant Program	10.210	1,568
Integrated Programs	10.303	1,205,539
International Science and Education Grants	10.305	7,022
Agriculture and Food Research Initiative (AFRI)	10.310	464,358
Crop Insurance Education in Targeted States	10.458	231,508
Cooperative Extension Service	10.500	205,568
Forestry Research	10.652	17,411
Forest Health Protection	10.680	1,971
Soil and Water Conservation	10.902	103,294
Soil Survey	10.903	10,716
Environmental Quality Incentives Program	10.912	10,282
Wildlife Habitat Incentive Program	10.914	45,034
Formula Funds:		
Cooperative Forestry Research	10.202	911
Payments to Agricultural Experiment Stations Under the Hatch Act	10.203	1,891,012
Animal Health and Disease Research	10.207	1,850
Cooperative Extension Service	10.500	1,515,251

The accompanying notes are an integral part of this schedule.

UNIVERSITY OF RHODE ISLAND
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Schedule of Expenditures of Federal Awards

Year Ended June 30, 2013

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
Passed Through Subcontracts:		
Plant and Animal Disease, Pest Control, and Animal Care	10.025	\$ 1,928
Grants for Agricultural Research, Special Research Grants	10.200	1,219
Grants for Agricultural Research-Competitive Research Grants	10.206	21,585
Sustainable Agriculture Research and Education	10.215	81,465
Biotechnology Risk Assessment Research	10.219	57,840
Integrated Programs	10.303	47,051
Homeland Security Agricultural	10.304	19,440
Organic Agriculture Research and Extension Initiative	10.307	10,796
Agriculture and Food Research Initiative (AFRI)	10.310	16,538
Beginning Farmer and Rancher Development Program.	10.311	9,881
Cooperative Extension Service	10.500	136,906
Passed Through Subcontracts, American Recovery and Reinvestment Act (ARRA):		
Trade Adjustment Assistance for Farmers Training Coordination Program (TAAF)	10.315	18,095
Passed Through Other State Agencies:		
Plant and Animal Disease, Pest Control, and Animal Care	10.025	1,759
Specialty Crop Block Grant Program	10.169	693
Specialty Crop Block Grant Program-Farm Bill	10.170	24,556
Special Supplemental Nutrition Program for Women, Infants, and Children	10.561	857,375
Total U.S. Department of Agriculture		7,545,249
U.S. Department of Commerce:		
Federal Funds:		
Department of Commerce with No CFDA	11.000	185,544
Sea Grant Support	11.417	2,368,259
Coastal Zone Management Estuarine Research Reserves	11.420	41,375
Fisheries Development / Utilization Research / Development Grants / Cooperative Agreements Program	11.427	51,805
Climate and Atmospheric Research	11.431	193,048
Marine Fisheries Initiative	11.433	24,958
Regional Fishery Management Councils	11.441	6,961
Cooperative Science and Education Program	11.455	76,039
Special Oceanic and Atmospheric Projects	11.460	162,203
Applied Meteorological Research	11.468	12,745
Unallied Science Program	11.472	72,537
Atlantic Coastal Fisheries Cooperative Management Act	11.474	12,178
Center for Sponsored Coastal Ocean Research Coastal Ocean Program	11.478	178,177
Congressionally-Identified Projects	11.617	310,646

The accompanying notes are an integral part of this schedule.

UNIVERSITY OF RHODE ISLAND
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Schedule of Expenditures of Federal Awards

Year Ended June 30, 2013

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
Passed Through Subcontracts:		
Department of Commerce with No CFDA	11.000	\$ 334,801
Ocean Exploration	11.011	193,962
Integrated Ocean Observing Systems	11.012	139,926
Sea Grant Support	11.417	131,895
Coastal Zone Management Administrative Awards	11.419	11,636
Climate and Atmospheric Research	11.431	77,369
National Oceanic and Atmospheric Administration (NOAA) Cooperative Institutes	11.432	15,137
Coop fishery Statistics	11.434	14,065
Regional Fishery Management Councils	11.441	44,331
Weather and Air Quality Research	11.459	(3,881)
Special Oceanic and Atmospheric Projects	11.460	181,059
Meteorologic and Hydrologic Modernization Development	11.467	82,071
Unallied Science Program	11.472	54,178
Coastal Services Center	11.473	1,241
Passed Through Other State Agencies:		
Department of Commerce with No CFDA	11.000	11,909
Habitat Conservation	11.463	20,740
Passed Through Other State Agencies, American Recovery and Reinvestment Act (ARRA):		
State Broadband Data and Development Grant Program	11.558	50,110
Total U.S. Department of Commerce		5,057,024
U.S. Department of Defense:		
Federal Funds:		
Department of Defense with No CFDA	12.000	238,321
Collaborative Research and Development	12.114	546,093
Basic and Applied Scientific Research	12.300	2,727,816
Basic Scientific Research - Combating Weapons of Mass Destruction	12.351	35,169
Military Medical Research and Development	12.420	147,033
Basic Scientific Research	12.431	55,990
The Language Flagship Grants to Institutions of Higher Education	12.550	235,035
Air Force Defense Research Sciences Program	12.800	198,604
Research and Technological Development	12.910	227,634
Passed Through Subcontracts:		
Department of Defense with No CFDA	12.000	464,612
Collaborative Research and Development	12.114	4,653
Basic and Applied Scientific Research	12.300	554,679
Military Medical Research and Development	12.420	79,061
Air Force Defense Research Sciences Program	12.800	163,385
Research and Technological Development	12.910	48,748
Total U.S. Department of Defense		5,726,833

The accompanying notes are an integral part of this schedule.

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, 2013

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
<i>U.S. Department of Interior:</i>		
Federal Funds:		
Department of Interior with No CFDA	15.000	\$ 387,828
Bureau of Ocean Energy Management (BOEM) Environmental Studies Program (ESP)	15.423	628,269
Fish and Wildlife Management Assistance	15.608	25,685
Coastal Program	15.630	38,418
Assistance to State Water Resources Research Institutes	15.805	87,477
U.S. Geological Survey-Research and Data Collection	15.808	22,040
National Land Remote Sensing/ Education Outreach and Research	15.815	20,406
Department of Interior National Park Service	15.944	69,200
Cooperative Research and Training Programs- Resources of the National Park System	15.945	151,717
Passed Through Subcontracts:		
Department of Interior with No CFDA	15.000	202,302
Bureau of Ocean Energy Management (BOEM) Environmental Studies Program (ESP)	15.423	52,299
Coastal Impact Assistance Program	15.426	96,511
Passed Through Other State Agencies:		
Department of Interior with No CFDA	15.000	26,021
Total U.S. Department of Interior		1,808,173
<i>U.S. Department of Justice:</i>		
Federal Funds:		
Department of Justice with No CFDA	16.000	45,714
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	246,029
Passed Through Subcontracts:		
Juvenile Mentoring Program	16.726	24,285
Passed Through Other State Agencies:		
Department of Justice with No CFDA	16.000	14,317
Edward Byrne Memorial Justice Assistance Grant Program	16.738	40,234
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	37,374
Total U.S. Department of Justice		407,953
<i>U.S. Department of Transportation:</i>		
Federal Funds:		
University Transportation Centers Program	20.701	355,125
Passed Through Subcontracts:		
Highway Planning and Construction	20.205	54,579
University Transportation Centers Program	20.701	18,382
University Transportation Centers	20.760	94

The accompanying notes are an integral part of this schedule.

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, 2013

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
Passed Through Other State Agencies:		
Highway Research and Development Program	20.200	\$ 302,185
Highway Planning and Construction	20.205	196,910
Highway Training and Education	20.215	22,423
		<hr/>
Total U.S. Department of Transportation		949,698
		<hr/>
<i>General Services Administration:</i>		
Federal Funds:		
General Services Administration with no CFDA	39.000	(184)
		<hr/>
Total General Services Administration		(184)
		<hr/>
<i>National Aeronautics and Space Administration:</i>		
Federal Funds:		
NASA with No CFDA	43.000	143,473
Aerospace Education Services Program	43.001	240,828
Technology Transfer	43.002	4,366
Passed Through Subcontracts:		
NASA with No CFDA	43.000	223,770
Aerospace Education Services Program	43.001	26,015
		<hr/>
Total National Aeronautics and Space Administration		638,452
		<hr/>
<i>National Science Foundation:</i>		
Federal Funds:		
National Science Foundation with No CFDA	47.000	168,423
Engineering Grants	47.041	1,046,878
Mathematical and Physical Sciences	47.049	109,276
Geosciences	47.050	6,423,346
Computer and Information Science and Engineering	47.070	429,407
Biological Sciences	47.074	736,638
Social, Behavioral, and Economic Sciences	47.075	38,870
Education and Human Resources	47.076	2,255,639
Polar Programs	47.078	1,124,461
Office of International and Integrative Activities	47.079	69,090
Office of Experimental Program to Stimulate Competitive Research	47.081	3,714,221
American Recovery and Reinvestment Act (ARRA):		
National Science Foundation with No CFDA	47.000	101,589
Geosciences	47.050	121,935
Polar Programs	47.078	19,061
Trans NSF Recovery Act Research Support	47.082	1,457,974

The accompanying notes are an integral part of this schedule.

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, 2013

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
Passed Through Subcontracts:		
National Science Foundation with No CFDA	47.000	\$ 60,882
Engineering Grants	47.041	(165)
Geosciences	47.050	489,721
Biological Sciences	47.074	50,293
Education and Human Resources	47.076	117,546
Passed Through Subcontracts, American Recovery and Reinvestment Act (ARRA):		
Trans NSF Recovery Act Research Support	47.082	39,641
Total National Science Foundation		18,574,726
U.S. Department of Veterans Affairs:		
Federal Funds:		
Grants to States for Construction of State Home Facilities	64.005	86,785
Veterans Rehabilitation-Alcohol and Drug Dependence	64.019	14,665
Passed Through Subcontracts:		
Veterans Prosthetic Appliances	64.013	15,599
Total U.S. Department of Veterans Affairs		117,049
Environmental Protection Agency:		
Federal Funds:		
Environmental Protection Agency with No CFDA	66.000	11,399
National Estuary Program	66.456	321,932
Great Lakes Program	66.469	141,813
Science To Achieve Results	66.514	9,990
Passed Through Subcontracts:		
Environmental Protection Agency with No CFDA	66.000	34,954
Climate Showcase Communities Grant Program	66.041	42,830
Environmental Education Grants	66.951	2,426
Passed Through Other State Agencies:		
Water Pollution Control State, Interstate, and Tribal Program Support	66.419	(1,545)
Beach Monitoring and Notification Program Implementation Grants	66.472	20,024
Performance Partnership Grants	66.605	17,775
Environmental Policy and State Innovation Grants	66.940	4,890
Total Environmental Protection Agency		606,488

The accompanying notes are an integral part of this schedule.

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, 2013

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
<i>U.S. Nuclear Regulatory Commission:</i>		
Federal Funds:		
U.S. Nuclear Regulatory Commission Nuclear Education Grant Program	77.006	45,029
U.S. Nuclear Regulatory Commission Scholarship and Fellowship Program	77.008	32,500
		<hr/>
Total U.S. Nuclear Regulatory Commission		77,529
<i>U.S. Department of Energy:</i>		
Federal Funds:		
Office of Science Financial Assistance Program	81.049	\$ 929,853
Renewable Energy Research and Development	81.087	484,762
Nuclear Energy Research, Development and Demonstration	81.121	94,673
Passed Through Subcontracts:		
US Department of Energy with No CFDA	81.000	164,928
State Energy Program	81.041	8,756
Conservation Research and Development	81.086	24,179
Renewable Energy Research and Development	81.087	2,990
Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical	81.117	123,762
Advanced Research and Projects Agency-Energy Financial Assistance Program	81.135	61,155
Passed Through Subcontracts, American Recovery and Reinvestment Act (ARRA):		
Office of Science Financial Assistance Program	81.049	106,080
Renewable Energy Research and Development	81.087	59,013
Passed Through Other State Agencies, American Recovery and Reinvestment Act (ARRA):		
State Energy Program	81.041	744,568
		<hr/>
Total U.S. Department of Energy		2,804,719
<i>U.S. Department of Education:</i>		
Federal Funds:		
Undergraduate International Studies and Foreign Language Programs	84.016	82,091
National Institute on Disability and Rehabilitation Research	84.133	27,533
Javits Fellowships	84.170	45,147
Safe and Drug-Free Schools and Communities - National Programs	84.184	148,173
Passed Through Subcontracts:		
Magnet Schools Assistance	84.165	1,358
Education Research, Development and Dissemination	84.305	32,671
Research in Special Education	84.324	211,555
Passed Through Other State Agencies:		
College Access Challenge Grant Program	84.378	560,368

The accompanying notes are an integral part of this schedule.

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, 2013

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
Passed Through Other State Agencies, American Recovery and Reinvestment Act (ARRA):		
Race to the Top-Early Learning Challenge	84.412	1,843
Total U.S. Department of Education		1,110,739
<i>U.S. Department of Health and Human Services:</i>		
Federal Funds:		
Food and Drug Administration Research	93.103	\$ 6,270
Environmental Health	93.113	730,805
Mental Health Research Grants	93.242	99,206
Advanced Nursing Education Grant Program	93.247	239,839
Alcohol Research Programs	93.273	137,302
Drug Abuse and Addiction Research Programs	93.279	1,476,242
Advanced Nursing Education Traineeships	93.358	321,312
Nursing Research	93.361	490,594
National Center for Research Resources	93.389	3,179,168
Academic Research Enhancement Award	93.390	139,855
Cancer Cause and Prevention Research	93.393	472,189
Cancer Detection and Diagnosis Research	93.394	313,201
Cancer Biology Research	93.396	391,122
Developmental Disabilities Basic Support and Advocacy Grants	93.630	445,799
Medicaid Infrastructure Grants To Support the Competitive Employment of People with Disabilities	93.768	164,996
Cardiovascular Diseases Research	93.837	(366)
Blood Diseases and Resources Research	93.839	296,444
Diabetes, Digestive, and Kidney Diseases Extramural Research	93.847	376,122
Allergy, Immunology and Transplantation Research	93.855	4,714,389
Biomedical Research and Research Training	93.859	114,901
Child Health and Human Development Extramural Research	93.865	824,972
Research, Prevention, and Education Programs on Lyme Disease in the United States	93.942	261,747
Geriatric Education Centers	93.969	408,524
International Research and Research Training	93.989	55,363
American Recovery and Reinvestment Act (ARRA):		
Grants to Increase Organ Donations	93.134	672

The accompanying notes are an integral part of this schedule.

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, 2013

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
Passed Through Subcontracts:		
Area Health Education Centers Point of Service Maintenance and Enhancement Awards	93.107	\$ 16,954
Oral Diseases and Disorders Research	93.121	36,104
Human Genome Research	93.172	6,645
Mental Health Research Grants	93.242	190,655
Alcohol Research Programs	93.273	22,880
Drug Abuse and Addiction Research Programs	93.279	214,911
Cancer Detection and Diagnosis Research	93.394	104,841
Health Care Innovation Awards (HCIA)	93.610	1,668,489
Trans-NIH Recovery Act Research Support	93.701	2,321,700
Medicaid Infrastructure Grants To Support the Competitive Employment of People with Disabilities	93.768	19,362
Cardiovascular Diseases Research	93.837	45,701
Diabetes, Digestive, and Kidney Diseases Extramural Research	93.847	180,967
Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853	94,401
Allergy, Immunology and Transplantation Research	93.855	140,009
Microbiology and Infectious Diseases Research	93.856	29,412
Biomedical Research and Research Training	93.859	471,940
Child Health and Human Development Extramural Research	93.865	20,959
Aging Research	93.866	75,839
Passed Through Other State Agencies:		
Special Programs for the Aging Title III, Part D Disease Prevention and Health Promotion Services	93.043	66,341
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	83,366
Child Care and Development Block Grant	93.575	4,199
Block Grants for Prevention and Treatment of Substance Abuse	93.959	102,881
Total U.S. Department of Health and Human Services		21,579,224
<i>Corporation for National and Community Service:</i>		
Federal Funds:		
AmeriCorps	94.006	383
Passed Through Other State Agencies:		
AmeriCorps	94.006	21,947
Total Corporation for National and Community Service		22,330
<i>U.S. Department of Homeland Security:</i>		
Federal Funds:		
Centers for Homeland Security	97.061	1,777,149
Competitive Training Grants	97.068	421,459
Passed Through Subcontracts:		
State and Local Homeland Security National Training Program	97.005	6,946
Centers for Homeland Security	97.061	38,802

The accompanying notes are an integral part of this schedule.

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, 2013

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
Passed Through Other State Agencies:		
State and Local Homeland Security National Training Program	97.005	\$ 4,998
Total U.S. Department of Homeland Security		<u>2,249,354</u>
<i>Agency for International Development:</i>		
Federal Funds		
USAID Foreign Assistance for Programs Overseas	98.001	8,588,756
Passed Through Subcontracts:		
USAID Foreign Assistance for Programs Overseas	98.001	<u>325,333</u>
Total Agency for International Development		<u>8,914,089</u>
Total Research and Development Cluster		<u>78,189,445</u>
Total Expenditures of Federal Awards		<u>\$ 196,457,566</u>

The accompanying notes are an integral part of this schedule.

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

Notes to the Schedule of Expenditures of Federal Awards

June 30, 2013

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 non-Federal organizations pursuant to Federal grants, contracts, and similar agreements.

Note 2 - Federal Direct Student Loans Program

The University disbursed \$99,042,505 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, 2013. 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, 2013, \$1,108,683 in loans was advanced under the Federal Perkins Loan Program, \$254,200, in loans was advanced under the Health Professional Student Loan Program and \$228,782 was advanced under the Nursing Loan Program. As of June 30, 2013 loan balances receivable under the Perkins, Health Professional Student and Nursing Loan Programs were \$10,015,294, \$1,942,131 and \$1,614,798, respectively.