

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, 2014

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, 2014

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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 Education of
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, 2014. 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, 2014.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, 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 Finding 2014-001 through 2014-003. Our opinion on each major federal program is not modified with respect to this matter.

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

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 deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as Finding 2014-001 through 2014-003, that we consider to be significant deficiencies.

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, 2014 and have issued our report thereon dated September 30, 2014, 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, 2014

(except for the Schedule of Expenditures of Federal Awards, for which the date is September 30, 2014)



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 Education of
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, 2014 and 2013, 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, 2014.

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 opinion 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, 2014

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, 2014

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, 2014

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	Various
Research and Development Cluster	Various

The dollar threshold to distinguish between Type A and B programs is \$13,400,000.

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, 2014

Finding number: 2014-001
Federal agency: U.S. Department of Agriculture
Programs: Research and Development Cluster
CFDA #'s: 10.561
Award year: 2014

Condition

The University contracted with the Rhode Island Department of Human Services to provide outreach services as a part of the Supplemental Nutrition Assistance Program (SNAP) during fiscal year 2014. The contract states that the matching expenditures were to be provided, principally, by third party entities, which had partnered with the University. As is allowed under the terms of the program, the payroll of the third party entities was 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 thirty-one third party vendors totaling \$390,995 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 is attributed to the University's lack of oversight and a proper policy 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, 2014

Recommendation

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

Questioned Costs

\$390,995

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."

As stated in the 2013 response, during the past year, the principal investigator improved the procedures by obtaining quarterly confirmations of the annual match commitment. The cost share commitment was met for the 2014 program year. As the subawardee, the University will continue to work with the prime recipient (Rhode Island Department of Human Services) to enhance the third party cost share documentation.

Contact Person

Sharon Bell, Controller

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

June 30, 2014

Finding number: 2014-002
Federal agency: U.S. Department of Education
Program: Federal Direct Student Loans
CFDA #: 84.268
Award year: 2014

Condition

One of the underlying assertions regarding the student status reports is the accuracy of the information as it relates to the effective dates of status changes. Out of a sample of forty students with enrollment status changes, the students' status change dates for two students were not reported properly.

Criteria

According to 34 C.F.R. Section 685.309(b):

A school shall (1) upon receipt of a student status confirmation report from the Secretary, complete and return that report to the Secretary within 30 days of receipt; and (2) unless it expects to submit its next student status confirmation report to the Secretary within the next 60 days, notify the Secretary within 30 days if it discovers that a Direct Subsidized, Direct Unsubsidized, or Direct PLUS Loan has been made to or on behalf of a student who (i) enrolled at that school but has ceased to be enrolled on at least a half time basis; (ii) has been accepted for enrollment at that school but failed to enroll on at least a half time basis for the period for which the loan was intended; or (iii) has changed his or her permanent address. (3) The Secretary provides student status confirmation reports to a school at least semiannually. (4) The Secretary may provide the student status confirmation report in either paper or electronic format.

Cause/Effect

Our audit disclosed that, although the University had policies and procedures for transmitting information to the National Student Clearinghouse, they did not establish an appropriate policy to ensure the accuracy of the information. The University does have a policy in place to ensure that the reporting is completed timely, but the information uploaded was not independently reviewed to ensure the reports generated were accurate.

Recommendation

We recommend that the University have a process to manually review the information being uploaded, on a test basis, to ensure that the software is pulling accurate information.

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

June 30, 2014

Questioned Costs

None

Views of Responsible Officials

Upon review of the file information sent to the National Student Loan Clearinghouse (NSLC), the University confirmed that the transmitted information was correct. However, the NSLC did not upload the information correctly to its website. The University will investigate the creation of a report comparison that will identify variances between the information sent to NSLC and the actual information reported on their website, which subsequently is transmitted to the National Student Loan Data Systems (NSLDS).

Contact Person

Bonnie Saccucci
Senior Associate Director, Enrollment Services

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

June 30, 2014

Finding number: 2014-003
Federal agency: U.S. Department of Education
Program: Federal Direct Student Loans
CFDA #: 84.268
Award year: 2014

Condition

The Federal government requires the University to report student enrollment changes to the National Student Loan Data System (NSLDS) within sixty days. Out of a sample of forty students with enrollment status changes, three of the students' status change dates were not reported within the appropriate time frame to the NSLDS. The timeframe for reporting the change in status for the three students was 11, 71 and 125 days late.

Criteria

According to 34 C.F.R. Section 685.309(b)(2):

An institution shall, unless it expects to submit its next Enrollment Reporting Roster File to the guaranty agency within the next 60 days, notify the guaranty agency or lender within 30 days if the institution discovers a Direct Subsidized, Direct Unsubsidized, or Direct Plus loan has been made to a student who enrolled at the institution and:

1. Has ceased to be enrolled on at least a half-time basis
2. Has failed to enroll on at least a half-time basis for the period for which the loan was intended
3. The loan was made to a full-time student who has ceased to be enrolled on a full-time basis
4. Has changed his or her permanent address

Cause/Effect

Our audit disclosed that, although the University had policies and procedures for transmitting information to the National Student Clearinghouse on at least a monthly basis to ensure reporting of all students is done in a timely manner, they did not report during one month.

Recommendation

We recommend that the University review and update its policies and procedures for transmitting information to the National Student Clearinghouse on enrollment changes.

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

June 30, 2014

Questioned Costs

None

Views of Responsible Officials

Upon review of the file transmission dates from the University to the National Student Loan Clearinghouse (NSLC), it was confirmed that although the University transmitted a January 2014 file, the NSLC did not pick up the file and have it available for the National Student Loan Data Systems (NSLDS) to transfer into its database. The University will investigate how it can confirm the receipt of their files to the NSLC and subsequent transmission to NSLDS.

Contact Person

Bonnie Saccucci
Senior Associate Director, Enrollment Services

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

June 30, 2014

Finding number:	2013-001
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 outreach services as a part of the Supplemental Nutrition Assistance Program (SNAP) 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. As is allowed under the terms of the program, the payroll of the third party entities was 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.

Auditors' current year comment

This finding was not corrected. See current year description of finding 2014-001.

UNIVERSITY OF RHODE ISLAND
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Schedule of Expenditures of Federal Awards

Year Ended June 30, 2014

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>
<u>Student Financial Assistance Cluster:</u>		
<i>U.S. Department of Education</i>		
Federal Supplemental Educational Opportunity Grants	84.007	\$ 1,376,595
Federal Work Study Program	84.033	914,729
Federal Perkins Loan Program-Federal Capital Contributions	84.038	1,050,592
Federal Pell Grant Program	84.063	16,820,513
Federal Direct Student Loans	84.268	95,109,305
Teacher Education Assistance for College and Higher Education (TEACH) Grants	84.379	7,000
<i>U.S. Department of Health and Human Services</i>		
Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Student	93.342	230,900
Nursing Student Loans	93.364	241,636
Total Student Financial Assistance Cluster		<u>115,751,270</u>
<u>Research and Development Cluster:</u>		
<i>U.S. Department of Agriculture:</i>		
Federal Funds:		
Agricultural Research-Basic and Applied Research	10.001	104,500
Plant and Animal Disease, Pest Control, and Animal Care	10.025	26,941
Grants for Agricultural Research, Special Research Grants	10.200	159,546
Integrated Programs	10.303	177,356
International Science and Education Grants	10.305	1,176
Agriculture and Food Research Initiative (AFRI)	10.310	299,015
Crop Insurance Education in Targeted States	10.458	179,389
Cooperative Extension Service	10.500	98,995
Forestry Research	10.652	685
Forest Health Protection	10.680	33,363
Soil and Water Conservation	10.902	126,471
Soil Survey	10.903	42,202
Environmental Quality Incentives Program	10.912	8,065
Wildlife Habitat Incentive Program	10.914	(34)
Technical Agricultural Assistance	10.960	30,034
Formula Funds:		
Payments to Agricultural Experiment Stations Under the Hatch Act	10.203	2,056,479
Animal Health and Disease Research	10.207	1,148
Cooperative Extension Service	10.500	1,555,695

The accompanying notes are an integral part of this schedule.

UNIVERSITY OF RHODE ISLAND
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Schedule of Expenditures of Federal Awards - Continued

Year Ended June 30, 2014

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	\$ 3,685
Grants for Agricultural Research, Special Research Grants	10.200	58,564
Sustainable Agriculture Research and Education	10.215	74,665
Biotechnology Risk Assessment Research	10.219	37,137
Integrated Programs	10.303	38,483
Homeland Security Agricultural	10.304	15,880
Organic Agriculture Research and Extension Initiative	10.307	98,533
Agriculture and Food Research Initiative (AFRI)	10.310	35,326
Cooperative Extension Service	10.500	83,389
Farm and Ranch Lands Protection Program	10.913	69,124
Passed Through Subcontracts, American Recovery and Reinvestment Act (ARRA):		
Trade Adjustment Assistance for Farmers Training Coordination Program (TAAF)	10.315	26,812
Passed Through Other State Agencies:		
Plant and Animal Disease, Pest Control, and Animal Care	10.025	3,841
Specialty Crop Block Grant Program-Farm Bill	10.170	34,178
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	1,254,011
Total U.S. Department of Agriculture		<u>6,734,654</u>
<i>U.S. Department of Commerce:</i>		
Federal Funds:		
Department of Commerce with No CFDA	11.000	29,496
Sea Grant Support	11.417	2,678,342
Coastal Zone Management Estuarine Research Reserves	11.420	20,661
Fisheries Development / Utilization Research / Development Grants / Cooperative Agreements Program	11.427	5,153
Climate and Atmospheric Research	11.431	84,414
Cooperative Science and Education Program	11.455	14,240
Weather and Air Quality Research	11.459	48,128
Special Oceanic and Atmospheric Projects	11.460	129,393
Applied Meteorological Research	11.468	207,391
Congressionally-Identified Projects	11.469	42,050
Atlantic Coastal Fisheries Cooperative Management Act	11.474	7,818
Center for Sponsored Coastal Ocean Research Coastal Ocean Program	11.478	136,439
Congressionally-Identified Projects	11.617	6,750

The accompanying notes are an integral part of this schedule.

UNIVERSITY OF RHODE ISLAND
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Schedule of Expenditures of Federal Awards - Continued

Year Ended June 30, 2014

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
Passed Through Subcontracts:		
Department of Commerce with No CFDA	11.000	\$ 156,429
Ocean Exploration	11.011	246,863
Integrated Ocean Observing Systems	11.012	200,789
Sea Grant Support	11.417	56,840
Coastal Zone Management Administrative Awards	11.419	17,635
National Oceanic and Atmospheric Administration	11.432	12
Regional Fishery Management Councils	11.441	19
Special Oceanic and Atmospheric Projects	11.460	144,687
Meteorologic and Hydrologic Modernization Development	11.467	108,149
Unallied Science Program	11.472	8,707
Passed Through Other State Agencies:		
Department of Commerce with No CFDA	11.000	46,822
Coastal Zone Management Estuarine Research Reserves	11.420	2,636
Habitat Conservation	11.463	16,539
Passed Through Other State Agencies, American Recovery and Reinvestment Act (ARRA):		
State Broadband Data and Development Grant Program	11.558	<u>31,302</u>
Total U.S. Department of Commerce		<u>4,447,704</u>
<i>U.S. Department of Defense:</i>		
Federal Funds:		
Department of Defense with No CFDA	12.000	240,454
Collaborative Research and Development	12.114	573,821
Basic and Applied Scientific Research	12.300	2,312,788
Basic Scientific Research - Combating Weapons of Mass Destruction	12.351	418,949
Military Medical Research and Development	12.420	241,762
Basic Scientific Research	12.431	148,026
Air Force Defense Research Sciences Program	12.800	158,220
Passed Through Subcontracts:		
Department of Defense with No CFDA	12.000	251,044
Collaborative Research and Development	12.114	66,400
Basic and Applied Scientific Research	12.300	519,296
The Language Flagship Grants to Institutions of Higher Education	12.550	376,983
Air Force Defense Research Sciences Program	12.800	48,677
Research and Technological Development	12.910	(141)
Passed Through Other State Agencies:		
Department of Defense with No CFDA	12.000	<u>23,697</u>
Total U.S. Department of Defense		<u>5,379,976</u>

The accompanying notes are an integral part of this schedule.

UNIVERSITY OF RHODE ISLAND
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Schedule of Expenditures of Federal Awards - Continued

Year Ended June 30, 2014

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	\$ 144,820
Bureau of Ocean Energy Management (BOEM) Environmental Studies Program (ESP)	15.423	706,330
Sport Fish Restoration Program	15.605	9,541
Fish and Wildlife Management Assistance	15.608	23,774
Coastal Program	15.630	25
Assistance to State Water Resources Research Institutes	15.805	59,328
U.S. Geological Survey-Research and Data Collection	15.808	33,967
National Land Remote Sensing Education Outreach	15.815	23,400
Department of Interior National Park Service	15.944	7,981
Cooperative Research and Training Programs- Resources of the National Park System	15.945	633,917
Passed Through Subcontracts:		
Department of Interior with No CFDA	15.000	279,944
Bureau of Ocean Energy Management (BOEM) Environmental Studies Program (ESP)	15.423	26,746
Coastal Impact Assistance Program	15.426	39,441
State Wildlife Grants	15.634	7,217
Passed Through Other State Agencies:		
Department of Interior with No CFDA	15.000	<u>22,977</u>
Total U.S. Department of Interior		<u>2,019,408</u>
<i>U.S. Department of Justice:</i>		
Federal Funds:		
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	190,489
Passed Through Subcontracts:		
Juvenile Mentoring Program	16.726	41,315
Passed Through Other State Agencies:		
Department of Justice with No CFDA	16.000	(26)
Edward Byrne Memorial Justice Assistance Grant Program	16.738	<u>1,817</u>
Total U.S. Department of Justice		<u>233,595</u>
<i>U.S. Department of State:</i>		
Passed Through Subcontracts:		
Academic Exchange Programs-Scholars	19.401	<u>10,220</u>
Total U.S. Department of State		<u>10,220</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)

Schedule of Expenditures of Federal Awards - Continued

Year Ended June 30, 2014

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
<i>U.S. Department of Transportation:</i>		
Federal Funds:		
University Transportation Centers Program	20.701	\$ 107,514
Passed Through Subcontracts:		
Highway Research and Development Program	20.200	16,824
Passed Through Other State Agencies:		
Highway Research and Development Program	20.200	551,513
Highway Planning and Construction	20.205	<u>74,719</u>
Total U.S. Department of Transportation		<u>750,570</u>
<i>National Aeronautics and Space Administration:</i>		
Federal Funds:		
NASA with No CFDA	43.000	120,490
Aerospace Education Services Program	43.001	146,671
Passed Through Subcontracts:		
NASA with No CFDA	43.000	39,483
Aerospace Education Services Program	43.001	<u>59,544</u>
Total National Aeronautics and Space Administration		<u>366,188</u>
<i>Institute of Museum and Library Science:</i>		
Federal Funds:		
National Leadership Grants	45.312	39,935
Passed Through Subcontracts:		
National Leadership Grants	45.312	<u>12,920</u>
Total Institute of Museum and Library Science		<u>52,855</u>
<i>National Science Foundation:</i>		
Federal Funds:		
National Science Foundation with No CFDA	47.000	178,435
Engineering Grants	47.041	866,118
Mathematical and Physical Sciences	47.049	50,191
Geosciences	47.050	6,786,903
Computer and Information Science and Engineering	47.070	400,904
Biological Sciences	47.074	948,595
Social, Behavioral, and Economic Sciences	47.075	4,814
Education and Human Resources	47.076	1,851,300
Polar Programs	47.078	977,275
International Science and Engineering (OISE)	47.079	347,874
Office of Experimental Program to Stimulate Competitive Research	47.081	3,994,819

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 - Continued

Year Ended June 30, 2014

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Federal Expenditures
American Recovery and Reinvestment Act (ARRA):		
National Science Foundation with No CFDA	47.000	\$ 24
Trans NSF Recovery Act Research Support	47.082	188,962
Passed Through Subcontracts:		
National Science Foundation with No CFDA	47.000	214,586
Geosciences	47.050	478,705
Biological Sciences	47.074	116,736
Education and Human Resources	47.076	91,970
Office of Experimental Program to Stimulate Competitive Research	47.081	17,134
Total National Science Foundation		<u>17,515,345</u>
<i>Small Business Administration:</i>		
Federal Funds:		
Small Business Development Centers	59.037	39,503
Total Small Business Administration		<u>39,503</u>
<i>U.S. Department of Veterans Affairs:</i>		
Federal Funds:		
Grants to States for Construction of State Home Facilities	64.005	18,789
Veterans Rehabilitation-Alcohol and Drug Dependence	64.019	9,904
Total U.S. Department of Veterans Affairs		<u>28,693</u>
<i>Environmental Protection Agency:</i>		
Federal Funds:		
Environmental Protection Agency with No CFDA	66.000	23,283
National Estuary Program	66.456	12,243
Great Lakes Program	66.469	175,375
Surveys, Studies, Investigations and Special Purpose Grants within the Office of Research and Development	66.510	(234)
Science To Achieve Results	66.514	(7)
P3 Award: National Student Design Competition for Sustainability	66.516	8,679
Passed Through Subcontracts:		
Environmental Protection Agency with No CFDA	66.000	10,474
Climate Showcase Communities Grant Program	66.041	2,110
Research, Development, Monitoring, Public Education, Training, Demonstrations, and Studies	66.716	5,000
Environmental Education Grants	66.951	2,185
Passed Through Other State Agencies:		
Performance Partnership Grants	66.605	53,676
Total Environmental Protection Agency		<u>292,784</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)

Schedule of Expenditures of Federal Awards - Continued

Year Ended June 30, 2014

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>
<i>U.S. Nuclear Regulatory Commission:</i>		
Federal Funds:		
U.S. Nuclear Regulatory Commission Scholarship and Fellowship Program	77.008	\$ 38,065
Total U.S. Nuclear Regulatory Commission		<u>38,065</u>
<i>U.S. Department of Energy:</i>		
Federal Funds:		
Office of Science Financial Assistance Program	81.049	225,379
Renewable Energy Research and Development	81.087	587,141
Defense Nuclear Nonproliferation Research	81.113	539,351
Passed Through Subcontracts:		
US Department of Energy with No CFDA	81.000	93,863
State Energy Program	81.041	30,809
Office of Science Financial Assistance Program	81.049	726,020
Conservation Research and Development	81.086	(1,510)
Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical	81.117	41,653
Advanced Research and Projects Agency-Energy Financial Assistance Program	81.135	74,444
Passed Through Subcontracts, American Recovery and Reinvestment Act (ARRA):		
Office of Science Financial Assistance Program	81.049	125,405
Renewable Energy Research and Development	81.087	16,697
Passed Through Other State Agencies:		
State Energy Program	81.041	141,715
Passed Through Other State Agencies, American Recovery and Reinvestment Act (ARRA):		
State Energy Program	81.041	<u>184,237</u>
Total U.S. Department of Energy		<u>2,785,204</u>
<i>U.S. Department of Education:</i>		
Federal Funds:		
Javits Fellowships	84.170	49,902
Passed Through Subcontracts:		
Magnet Schools Assistance	84.165	11,049
Education Research, Development and Dissemination	84.305	3,224
Research in Special Education	84.324	222,192
Race to the Top-Early Learning Challenge	84.412	6,233
Passed Through Other State Agencies:		
Special Education- Grants for Infants and Families	84.181	91,951
College Access Challenge Grant Program	84.378	415,210

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 - Continued

Year Ended June 30, 2014

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	\$ 22,085
Total U.S. Department of Education		<u>821,846</u>
<i>U.S. Department of Health and Human Services:</i>		
Federal Funds:		
Food and Drug Administration Research	93.103	4,460
Environmental Health	93.113	70,889
Research and Training in Complementary and Alternative Medicine	93.213	32,672
Mental Health Research Grants	93.242	57,255
Advanced Nursing Education Grant Program	93.247	248,422
Alcohol Research Programs	93.273	180,957
Drug Abuse and Addiction Research Programs	93.279	1,487,715
Discovery and Applied Research for Technological Innovations to Improve Human Health	93.286	160,785
Trans-NIH Research Support	93.310	195,591
Advanced Nursing Education Traineeships	93.358	363,538
Nursing Research	93.361	165,817
National Center for Research Resources	93.389	3,322,158
Academic Res Enhancement Award	93.390	63,860
Cancer Cause and Prevention Research	93.393	72,689
Cancer Detection and Diagnosis Research	93.394	392,693
Cancer Biology Research	93.396	347,486
Health Care Innovation Awards (HCIA)	93.610	2,772,421
Developmental Disabilities Basic Support and Advocacy Grants	93.630	446,462
Blood Diseases and Resources Research	93.839	299,998
Diabetes, Digestive, and Kidney Diseases Extramural Research	93.847	248,034
Allergy, Immunology and Transplantation Research	93.855	4,690,193
Biomedical Research and Research Training	93.859	1,265,928
Child Health and Human Development Extramural Research	93.865	986,646
Aging Research	93.866	151,532
Research, Prevention, and Education Programs on Lyme Disease in the United States	93.942	301,520
Geriatric Education Centers	93.969	448,486
International Research and Research Training	93.989	107,398
American Recovery and Reinvestment Act (ARRA): Trans-NIH Recovery Act Research Support	93.701	21,957

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 - Continued

Year Ended June 30, 2014

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	\$ 79,992
Mental Health Research Grants	93.242	137,350
Alcohol Research Programs	93.273	26,031
Drug Abuse and Addiction Research Programs	93.279	91,824
Cancer Detection and Diagnosis Research	93.394	(1,009)
The Affordable Care Act – Medicaid Adult Quality Grants	93.609	10,734
Diabetes, Digestive, and Kidney Diseases Extramural Research	93.847	43,242
Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853	27,066
Allergy, Immunology and Transplantation Research	93.855	158,987
Biomedical Research and Research Training	93.859	352,114
Aging Research	93.866	13
Passed Through Other State Agencies:		
Special Programs for the Aging Title III, Part D Disease Prevention and Health Promotion Services	93.043	10,172
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	103,717
Temporary Assistance for Needy Families	93.558	219,895
Child Care and Development Block Grant	93.575	4,203
Block Grants for Prevention and Treatment of Substance Abuse	93.959	77,074
Total U.S. Department of Health and Human Services		<u>20,248,967</u>
Corporation for National and Community Service:		
Passed Through Other State Agencies:		
AmeriCorps	94.006	79,958
Total Corporation for National and Community Service		<u>79,958</u>
U.S. Department of Homeland Security:		
Federal Funds:		
Centers for Homeland Security	97.061	715,169
Competitive Training Grants	97.068	1,813
Passed Through Subcontracts:		
Centers for Homeland Security	97.061	467,388
Total U.S. Department of Homeland Security		<u>1,184,370</u>
Agency for International Development:		
Federal Funds		
USAID Foreign Assistance for Programs Overseas	98.001	5,119,930
Passed Through Subcontracts:		
USAID Foreign Assistance for Programs Overseas	98.001	417,992
Total Agency for International Development		<u>5,537,922</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)

Schedule of Expenditures of Federal Awards - Continued

Year Ended June 30, 2014

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>
Total Research and Development Cluster		<u>\$ 68,567,827</u>
Total Expenditures of Federal Awards		<u>\$ 184,319,097</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, 2014

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 \$95,109,305 of loans under the Federal Direct Student Loans program, which include 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, 2014. 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, 2014, \$1,050,592 in loans was advanced under the Federal Perkins Loan Program, \$230,900 in loans was advanced under the Health Professional Student Loan Program and \$241,636 in loans was advanced under the Nursing Loan Program. As of June 30, 2014, loan balances receivable under the Perkins, Health Professional Student and Nursing Loan Programs were \$9,664,175, \$1,947,251 and \$1,622,030, respectively.