

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

**INDEPENDENT AUDITORS' REPORTS AS REQUIRED
BY THE UNIFORM GUIDANCE AND *GOVERNMENT*
AUDITING STANDARDS AND RELATED
INFORMATION**

JUNE 30, 2016

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

**Independent Auditors' Reports as Required by the Uniform Guidance and
Government Auditing Standards and Related Information**

June 30, 2016

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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
State of Rhode Island and Providence Plantations
Providence, Rhode Island

Report on Compliance for Each Major Federal Program

We have audited University of Rhode Island's (the "University") compliance with the types of compliance requirements described in the *OMB 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, 2016. 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Those standards and the Uniform Guidance 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, 2016.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as Finding 2016-001, 2016-002 and 2016-003. Our opinion on each major federal program is not modified with respect to these matters.

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 the Uniform Guidance, 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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses; however, material weaknesses may exist that have not been identified.

We identified deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as Finding 2016-001, 2016-002 and 2016-003 that we consider to be significant deficiencies.

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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the University, as of and for the year ended June 30, 2016. We issued our report thereon dated October 6, 2016, which contained an unmodified opinion on those financial statements. Our audit was conducted 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 purposes of additional analysis as required by the Uniform Guidance. 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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

O'Connell and Drew, P.C.

**Certified Public Accountants
Braintree, Massachusetts**

November 30, 2016

(except for the Schedule of Expenditures of Federal Awards, for which the date is October 6, 2016)



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
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 University of Rhode Island (the "University"), which comprise the statement of net position as of June 30, 2016, the related statements of revenues, expenses and changes in net position and cash flows for the year 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 October 6, 2016.

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 University'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 University's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

O'Connor and Duen, P.C.

**Certified Public Accountants
Braintree, Massachusetts**

October 6, 2016

**SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS**

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, 2016

	CFDA Number	Additional Award Identification Number	Pass-Through Entity	Pass-Through Entity Award Number	Federal Expenditures	Total by Program	Passed Through to Subrecipients
STUDENT FINANCIAL ASSISTANCE CLUSTER							
U.S. Department of Education:							
Direct Awards:							
Federal Supplemental Educational Opportunity Grant	84.007				\$ 1,254,719	\$ 1,254,719	\$ -
Federal Work-Study Program	84.033				926,903	926,903	-
Federal Perkins Loan Program (beginning of year)	84.038				9,204,331	9,204,331	-
Federal Perkins Loan Program (current year expenditures)	84.038				1,426,908	1,426,908	-
Federal Pell Grant Program	84.063				15,910,635	15,910,635	-
Federal Direct Student Loans	84.268				98,230,481	98,230,481	-
Teacher Education Assistance for College and Higher Education (TEACH) Grants	84.379				8,000	8,000	-
					<u>126,961,977</u>	<u>126,961,977</u>	-
U.S. Department of Health and Human Services:							
Direct Awards:							
Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Student (beginning of year)	93.342				1,968,517	1,968,517	-
Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Student (current year expenditures)	93.342				200,900	200,900	-
Nursing Student Loans (beginning of year)	93.364				1,682,034	1,682,034	-
Nursing Student Loans (current year expenditures)	93.364				274,737	274,737	-
					<u>4,126,188</u>	<u>4,126,188</u>	-
Total Student Financial Assistance Cluster					<u>131,088,165</u>	<u>131,088,165</u>	-
RESEARCH AND DEVELOPMENT CLUSTER							
U.S. Department of Agriculture:							
Direct Awards:							
Northeast Climate Hub	10.RD	G24493093001			16,120	16,120	-
Farm Bill Producer Education	10.RD	58-0510-4-055 N			9,289	9,289	-
Biological Control of Mile-a-Minute	10.RD	16-8244-0694-CA			4,400	4,400	-
Agricultural Research-Basic and Applied Research	10.001				173,331	173,331	-
Plant and Animal Disease, Pest Control, and Animal Care	10.025				15,239	15,239	-
Grants for Agricultural Research, Special Research Grants	10.200				(1,107)	(1,107)	-
Agricultural Research-Basic and Applied Research	10.203				2,135,302	2,135,302	-
Agricultural and Rural Economic Research, CAs and Collaborations Integrated Programs	10.250				54,314	54,314	-
Agriculture and Food Research Initiative (AFRI)	10.303				92,936	92,936	10,561
Crop Protection and Pest Management Competitive Grants Program	10.310				231,317	231,317	61,924
Crop Insurance Education in Targeted States	10.329				129,603	129,603	-
Cooperative Extension Service	10.458				204,110	204,110	-
Forest Health Protection	10.500				1,455,636	1,455,636	-
Soil Survey	10.680				31,018	31,018	-
Environmental Quality Incentives Program	10.903				30,881	30,881	-
Regional Conservation Partnership Program	10.912				59,980	59,980	-
Technical Agricultural Assistance	10.932				28,802	28,802	-
	10.960				467,385	467,385	-
Pass-through Awards:							
Plant and Animal Disease, Pest Control, and Animal Care	10.025		University of Connecticut, Storrs	83414	2,422		
Plant and Animal Disease, Pest Control, and Animal Care	10.025		University of Connecticut, Storrs	119005	1,818	4,240	-
Specialty Crop Block Grant Program-Farm Bill	10.170		Rhode Island Department of Environmental Management	Contract # 012-022	19,410		
Specialty Crop Block Grant Program-Farm Bill	10.170		Rhode Island Department of Environmental Management	Contract # 011-022	12,729		
Specialty Crop Block Grant Program-Farm Bill	10.170		Rhode Island Department of Environmental Management	Contract # 014-022	14,870	47,009	-
Grants for Agricultural Research, Special Research Grants	10.200		Connecticut AES	CAES-VL-22533-01	1,174		-
Grants for Agricultural Research, Special Research Grants	10.200		University of Maryland	Z555106	50,922		22,107
Grants for Agricultural Research, Special Research Grants	10.200		University of Maryland	28598-Z5659005	14,363		-
Grants for Agricultural Research, Special Research Grants	10.200		Cornell University	74403-10516	32,933	99,392	-
Sustainable Agriculture Research and Education	10.215		University of Vermont	GNE14-071-27806	9,399		-
Sustainable Agriculture Research and Education	10.215		University of Vermont	SNE14-12-29001	(1,122)		-
Sustainable Agriculture Research and Education	10.215		University of Vermont	LNE15-342-29994	21,506		706
Sustainable Agriculture Research and Education	10.215		University of Vermont	SNE15-12-29994	5,610	35,393	-

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, 2016

CFDA Number	Additional Award Identification Number	Pass-Through Entity	Pass-Through Entity Award Number	Federal Expenditures	Total by Program	Passed Through to Subrecipients
RESEARCH AND DEVELOPMENT CLUSTER - CONTINUED						
U.S. Department of Agriculture - Continued:						
Pass-through Awards - Continued:						
Integrated Programs	10.303	University of Massachusetts, Amherst	SUB 14 008127 B 00	\$ 3,867		\$ -
Integrated Programs	10.303	University of Connecticut, Storrs	#76428	1,925	5,792	-
Homeland Security Agricultural	10.304	Cornell University	67826 9926	23,066	23,066	-
Organic Agriculture Research and Extension Initiative	10.307	West Virginia University	#12-638-URI/50078435	127,920	127,920	-
Agriculture and Food Research Initiative (AFRI)	10.310	University of Delaware	25882	56,184		-
Agriculture and Food Research Initiative (AFRI)	10.310	North Carolina State University	2015-0097-08	28,809		-
Agriculture and Food Research Initiative (AFRI)	10.310	State University of New York at Stony Brook	550-1125193-71549	43,211		-
Agriculture and Food Research Initiative (AFRI)	10.310	University of Vermont	28976 SUB 51706	17,969	146,173	-
Crop Protection and Pest Management Competitive Grants Program	10.329	Cornell University	73984-10462	9,423	9,423	-
Cooperative Extension Service	10.500	University of Connecticut, Avery Point	KFS#5630940&RSA62415	7,005		-
Cooperative Extension Service	10.500	Kansas State University	S15067	7,011		-
Cooperative Extension Service	10.500	Kansas State University	S16075	10,376		-
Cooperative Extension Service	10.500	University of Connecticut, Storrs	99414	5,741		-
Cooperative Extension Service	10.500	Kansas State University	S15134	34,207	64,340	-
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	Rhode Island Department of Human Services	SNAP ED 15/17-02	266,505	266,505	-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	Rhode Island Department of Human Services	SNAP15/17-01	859,052		-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	Rhode Island Department of Human Services	SNAP15/17-02	147,280		-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	Rhode Island Department of Human Services	SNAP15/17-02	348,070	1,354,402	-
Farm to School Grant Program	10.575	Farm Fresh Rhode Island	SUB: F2S SA-1	379	379	-
Total U.S. Department of Agriculture				<u>7,322,590</u>	<u>7,322,590</u>	<u>95,298</u>
U.S. Department of Commerce:						
Direct Awards:						
3 PIES with Microcat-ready Option for NOAA/AOML	11.RD	WC-133R-14-SU-1097		56,730	56,730	-
North Atlantic Right Whale Sightings Database	11.RD	EA-133F-14-SE-3526		63,789	63,789	29,767
Ocean Exploration	11.011			223,914	223,914	-
Sea Grant Support	11.417			2,198,939	2,198,939	393,405
Climate and Atmospheric Research	11.431			31,704	31,704	-
Marine Fisheries Initiative	11.433			49,092	49,092	1,336
Weather and Air Quality Research	11.459			27,407	27,407	-
Special Oceanic and Atmospheric Projects	11.460			(1,424)	(1,424)	-
Applied Meteorological Research	11.468			176,242	176,242	-
Congressionally-Identified Projects	11.469			70,097		-
Center for Sponsored Coastal Ocean Research Coastal Ocean Program	11.478			74,717	74,717	28,329
Pass-through Awards:						
Industry Based Survey on Black Sea Bass Utilizing Ventless Traps	11.RD	Subcontr 2013-11-01	Fisheries Specialists	33,802	33,802	-
Repair and Hardening of Mild Atlantic Ocean Observing Assets After Hurricane Sandy	11.RD	PO S1961919	Rutgers University	25,646	25,646	-
			Northeastern Regional Association of Coastal Ocean Observing			
			Systems	7,082	7,082	-
Hardening the URI to NERACOOS Observation Datastream	11.RD	SUB:A003-003	University of Delaware	58,536	58,536	-
Modeling Tsunami Inundation and Hazard for the US East Coast	11.RD	41944	Northeastern Regional Association of Coastal Ocean Observing			
			Systems	863		-
Integrated Ocean Observing Systems	11.012		Rutgers University	12,867		-
Integrated Ocean Observing Systems	11.012		Remote Sensing Systems	53,234		-
Integrated Ocean Observing Systems	11.012		Northeastern Regional Association of Coastal Ocean Observing			
			Systems	56,965	123,929	-
Sea Grant Support	11.417		Woods Hole Oceanographic Institution	7,133	7,133	-
Coastal Zone Management Administrative Awards	11.419		National Estuarine Research Reserve Association	(247)		-
Coastal Zone Management Administrative Awards	11.419		Restore America's Estuaries	16,388		-
Coastal Zone Management Administrative Awards	11.419		Rhode Island Coastal Resources Management Council	135,637	151,778	-
Coastal Zone Management Estuarine Research Reserves	11.420		Rhode Island Department of Environmental Management	3,372	3,372	-
National Oceanic and Atmospheric Administration	11.432		University of Miami	13,289	13,289	-
Meteorologic and Hydrologic Modernization Development	11.467		University of Delaware	(838)		-
Meteorologic and Hydrologic Modernization Development	11.467		University of Delaware	43,205	42,367	-

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, 2016

CFDA Number	Additional Award Identification Number	Pass-Through Entity	Pass-Through Entity Award Number	Federal Expenditures	Total by Program	Passed Through to Subrecipients
RESEARCH AND DEVELOPMENT CLUSTER - CONTINUED						
U.S. Department of Commerce - Continued:						
Pass-through Awards - Continued:						
11.472		Fisheries Specialists	NONE	\$ 5,095	\$ 5,095	\$ -
Total U.S. Department of Commerce				3,443,236	3,443,236	452,837
U.S. Department of Defense:						
Direct Awards:						
12.RD	FA9453-12-C-0208			61,782	61,782	47,442
12.114				512,851	512,851	25,395
12.300				2,932,301	2,932,301	51,334
12.351				349,932	349,932	220,492
12.431				52,927	52,927	-
12.630				91,963	91,963	-
12.800				55,630	55,630	-
12.910				47,238	47,238	-
Pass-through Awards:						
12.RD	CIRE-TASK4-URI	RNET Technologies	CIRE-TASK4-URI	19,780	19,780	-
12.RD	PO 429	Propel LLC	PO 429	4,034	4,034	-
12.RD	PO# 44406-44701	Government of Israel - Ministry of Defense	PO# 44406-44701	104,043	104,043	-
12.RD	#3324473, FY14-FY18	Rhode Island Army National Guard	#3324473, FY14-FY18	32,217	32,217	-
12.114		Regents of New Mexico State University	SUB#Q01620	99,981	99,981	-
12.300		Ocean Exploration Trust	PO# 2011-021	171,784	-	-
12.300		TRITON Systems, Inc.	TSI-2433-14-102661	79,081	-	-
12.300		McLaughlin Research Corporation	PO-14-0314	(148)	-	-
12.300		Yardney Technical Products	PO# 1484916	163,660	-	-
12.300		University of Michigan	3003266434	51,185	-	-
12.300		University of Michigan	3003285020	54,420	-	-
12.300		McLaughlin Research Corporation	PO-14-0314	20,282	-	-
12.300		Woods Hole Oceanographic Institution	A101264	20,089	-	-
12.300		Massachusetts Institute of Technology	5710003986	28,962	-	-
12.300		MAR, Inc.	M16-397	10,346	-	-
12.300		McLaughlin Research Corporation	PO-16-0246, Task 4.2	511	-	-
12.300		HDR, Inc.	Contract# M15PC00002	1,346	-	-
12.300		TRITON Systems, Inc.	TSI-2417-13-102085	3,758	-	-
12.300		HDR, Inc.	23081	125,076	730,352	-
12.550		Institute for International Education	0054-URI-18-SSC-280-PO2	318,175	-	-
12.550		Institute for International Education	0054URI-18 chn-P01	26,720	344,895	-
12.800		Defense Engineering Corporation	PO10190Proj-J030	33,190	-	-
12.800		John Hopkins University	PO# 2002263022	24,968	-	-
12.800		Cherokee Nation Technology Solutions	CNTS RFQ 1SSA15017-0044	75,064	-	-
12.800		Cherokee Nation Technology Solutions	CNTS RFQ 1SSA15037-0044	42,019	-	-
12.800		Electro Standards Laboratories	W911NF-15-P-0068	42,985	-	-
12.800		Cherokee Nation Technology Solutions	150057.0044S01-0005	(1,287)	216,939	-
12.910		Michigan Technological University	1410003Z3PO#P0094859	16,256	16,256	-
Total U.S. Department of Defense				5,673,121	5,673,121	344,663
U.S. Department of Housing and Urban Development:						
Pass-through Awards:						
14.269		Rhode Island Coastal Resources Management Council	3402481	147,970	147,970	-
Total U.S. Department of Housing and Urban Development				147,970	147,970	-

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, 2016

CFDA Number	Additional Award Identification Number	Pass-Through Entity	Pass-Through Entity Award Number	Federal Expenditures	Total by Program	Passed Through to Subrecipients
RESEARCH AND DEVELOPMENT CLUSTER - CONTINUED						
U.S. Department of Interior:						
Direct Awards:						
Assessment of Spawning Horseshoe Crabs	15.RD	P11AT40781		\$ 4,830	\$ 4,830	\$ -
Hurricane Sandy Disaster Relief-Coastal Resiliency Grants	15.153			548,758	548,758	50,791
Bureau of Ocean Energy Management (BOEM) Environmental Studies Program (ESP)	15.423			595,067	595,067	94,971
Marine Minerals Activities-Hurricane Sandy	15.424			150,087	150,087	-
Sport Fish Restoration Program	15.605			13,053	13,053	-
Fish and Wildlife Management Assistance	15.608			208,935	208,935	34,813
Migratory Bird Monitoring , Assessment and Conservation	15.655			14,263	14,263	-
Assistance to State Water Resources Research Institutes	15.805			73,834	73,834	-
Earthquake Hazards Research and Monitoring Assistance	15.807			94,006	94,006	-
U.S. Geological Survey-Research and Data Collection	15.808			111,108	111,108	-
National Land Remote Sensing Education Outreach	15.815			35,307	35,307	-
Department of Interior National Park Service	15.944			39,050	39,050	-
Cooperative Research and Training Programs- Resources of the National Park System	15.945			1,732,951	1,732,951	111,063
Pass-through Awards:						
Marine Arctic Ecosystem Study	15.RD	14403-37126	Stantec Consulting Services Inc.	2,120	2,120	-
Pilot Study: Biological and Fishery Characteristics of the Jonah Crab (Cancer borealis)	15.RD	3459057	Rhode Island Department of Administration	695	695	-
Bureau of Ocean Energy Management (BOEM) Environmental Studies Program (ESP)	15.423		The University of Texas at Austin	25,118	25,118	-
Coastal Impact Assistance Program	15.426		CSA International, Inc.	5,266	5,266	-
Wildlife Restoration and Basic Hunter Education	15.611		Rhode Island Department of Environmental Management	#W-38-R 160,934	-	-
Wildlife Restoration and Basic Hunter Education	15.611		Rhode Island Department of Environmental Management	3393918 74,862	-	-
Wildlife Restoration and Basic Hunter Education	15.611		Rhode Island Department of Environmental Management	3393473 203,370	-	-
Wildlife Restoration and Basic Hunter Education	15.611		Rhode Island Department of Environmental Management	3394032 111,405	-	-
Wildlife Restoration and Basic Hunter Education	15.611		Rhode Island Department of Environmental Management	3394024 82,968	633,539	-
Coastal	15.630		Wildlife Management Institute	WMI Service Contract 13,035	13,035	-
State Wildlife Grants	15.634		Rhode Island Department of Environmental Management	3380685 45,600	45,600	-
Assistance to State Water Resources Research Institutes	15.805		State of Rhode Island	#3455785 20,397	20,397	-
National Land Remote Sensing Education Outreach and Research	15.815		AmericaView	AV14-R101 24,651	24,651	-
Total U.S. Department of Interior				<u>4,391,670</u>	<u>4,391,670</u>	<u>291,638</u>
U.S. Department of Justice:						
Direct Awards:						
Juvenile Justice & Delinquency Prevention	16.540			85,120	85,120	-
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560			37,551	37,551	-
Pass-through Awards:						
Edward Byrne Memorial Justice Assistance Grant Program	16.738		Rhode Island Department of Public Safety	FY14-FSIA-01 8,893	-	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738		Rhode Island Department of Public Safety	Subgrant #14-401-JAG 16,589	-	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738		Rhode Island Department of Public Safety	15-501-JAG 450	25,932	-
Paul Coverdell Forensic Science	16.742		Rhode Island Department of Public Safety	FY15-FSIA-01 10,814	10,814	-
Total U.S. Department of Justice				<u>159,417</u>	<u>159,417</u>	<u>-</u>
U.S. Department of Labor:						
Pass-through Awards:						
WIA/WIOA Pilots, Demonstrations, and Research Projects	17.261		Rhode Island Department of Labor & Training	WB-26511-14-60-A-44 84,531	-	-
WIA/WIOA Pilots, Demonstrations, and Research Projects	17.261		Rhode Island Department of Labor & Training	URI/Bodah 9,304	93,835	-
Total U.S. Department of Labor				<u>93,835</u>	<u>93,835</u>	<u>-</u>
U.S. Department of State:						
Direct Awards:						
Public Diplomacy Programs for Afghanistan and Pakistan	19.501			98,146	98,146	-

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, 2016

CFDA Number	Additional Award Identification Number	Pass-Through Entity	Pass-Through Entity Award Number	Federal Expenditures	Total by Program	Passed Through to Subrecipients	
RESEARCH AND DEVELOPMENT CLUSTER - CONTINUED							
U.S. Department of State - Continued:							
Pass-through Awards:							
	Academic Exchange Programs-Scholars	19.401	Institute for International Education	ECA/A/S/S-13-05	\$ 46,076	\$ 46,076	\$ 23,984
Total U.S. Department of State					144,222	144,222	23,984
U.S. Department of Transportation:							
Pass-through Awards:							
	Highway Research and Development Program	20.200	Rhode Island Department of Transportation	SPR-234-2363	19,407	19,407	-
	Highway Planning and Construction	20.205	Rhode Island Department of Transportation	2015-GU-001	100,968	100,968	-
	Interagency Hazardous Material	20.703	Rhode Island Emergency Management Agency	120-06-2013 SHSP/CERT	11,976	11,976	-
Total U.S. Department of Transportation					132,351	132,351	-
National Aeronautics and Space Administration:							
Direct Awards:							
	Decision Support System for Monitoring, Reporting and Forecasting Ecological Conditions of the Appalachian National Scenic Trail	43.RD	NNX09AV82G		12,517	12,517	-
	Aerospace Education Services Program	43.001			204,205	204,205	-
Pass-through Awards:							
	Development of a Biogeochemical Proxy	43.RD	00000579	Brown University	46,323	46,323	-
	Aerospace Education Services Program	43.001		Woods Hole Oceanographic Institution	66,956	-	-
	Aerospace Education Services Program	43.001		University of Colorado, Boulder	155,264	-	-
	Aerospace Education Services Program	43.001		West Virginia University	9,957	-	-
	Aerospace Education Services Program	43.001		Woods Hole Group, Inc.	21,740	150,052	-
	Education	43.008		Brown University	26,399	-	-
	Education	43.008		Brown University	35,697	-	-
	Education	43.008		Brown University	15,000	-	-
	Education	43.008		Brown University	33,601	-	-
	Education	43.008		Brown University	32,251	142,948	-
Total National Aeronautics and Space Administration					556,045	556,045	-
Institute of Museum and Library Science:							
Direct Awards:							
	National Leadership Grants	45.312			202,816	202,816	-
Pass-through Awards:							
	National Leadership Grants	45.312	Providence Public Library	LG-07-13-0318-13	15,551	15,551	-
Total Institute of Museum and Library Science					218,367	218,367	-
National Science Foundation:							
Direct Awards:							
	Graduate Research Fellowship	47.RD	DGE-1244657 -DGE-125		46,102	46,102	-
	Graduate Research Fellowship	47.RD	DGE-1244657 -DGE-126		45,996	45,996	-
	Graduate Research Fellowship	47.RD	DGE-1244657 -DGE-127		45,996	45,996	-
	Graduate Research Fellowship	47.RD	DGE-1244657 -DGE-128		45,996	45,996	-
	Graduate Research Fellowship	47.RD	DGE-1244657 -DGE-129		39,500	39,500	-
	Engineering Grants	47.041			1,103,974	1,103,974	71,545
	Mathematical and Physical Sciences	47.049			349,591	349,591	-
	Geosciences	47.050			4,850,303	4,850,303	186,872
	Computer and Information Science and Engineering	47.070			568,157	568,157	-
	Biological Sciences	47.074			1,196,661	1,196,661	161,735
	Education and Human Resources	47.076			1,324,603	1,324,603	6,428
	Polar Programs	47.078			692,568	692,568	-
	International Science and Engineering (OISE)	47.079			769,737	769,737	149,183

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, 2016

CFDA Number	Additional Award Identification Number	Pass-Through Entity	Pass-Through Entity Award Number	Federal Expenditures	Total by Program	Passed Through to Subrecipients
RESEARCH AND DEVELOPMENT CLUSTER - CONTINUED						
National Science Foundation - Continued:						
Direct Awards - Continued:						
		Office of Experimental Program to Stimulate Competitive Research		\$ 2,780,242	\$ 2,780,242	\$ 1,239,839
	47.081					
Pass-through Awards:						
	47.050	University of Southern California	149704	197,629		-
	47.050	University of Hawaii	MA140036	5,732		-
	47.050	University of California	51536013	(2,065)		-
	47.050	Consortium for Ocean Leadership	T353A1	17,753		-
	47.050	Lamont-Doherty Earth Observatory	PO #G10521	29,632		-
	47.050	Woods Hole Oceanographic Institution	A101300	12,249	260,930	-
	47.070	Arkansas State University	SA15-704-15-15	15,041	15,041	-
	47.074	Yale University	C10D10896	159,124	159,124	-
	47.076	University of Massachusetts, Amherst	12-006782-D 00/PO#00	104,869	104,869	-
	47.079	University of New Hampshire	16-019	34,962	34,962	-
	47.081	Rhode Island Science and Technology Advisory Council	RI STAC 2015-15	9,494	9,494	6,141
	47.083	University of Southern California	66919743	42,728	42,728	-
		Total National Science Foundation		14,486,574	14,486,574	1,821,743
Securities and Exchange Commission:						
Direct Awards:						
	58.RD	IPA - Academic Fellow		181,070	181,070	-
		Total Securities and Exchange Commission		181,070	181,070	-
Small Business Administration:						
Direct Awards:						
	59.037	Small Business Development Centers		552,502	552,502	109,591
		Total Small Business Administration		552,502	552,502	109,591
Environmental Protection Agency:						
Direct Awards:						
	66.469	Great Lakes Program		137,497	137,497	-
Pass-through Awards:						
	66.RD	3334792	Environ	25,696	25,696	-
	66.110	Healthy Communities Grant Program	Rhode Island Department of Environmental Management	3,167	3,167	-
	66.419	Water Pollution Control State, Interstate, and Tribal Program Support	Rhode Island Department of Transportation	103,441	103,441	18,835
	66.456	National Estuary Program	New England Interstate Water Pollution	112,226	112,226	-
	66.605	Performance Partnership Grants	Rhode Island Department of Environmental Management	47,611	47,611	-
		Total Environmental Protection Agency		429,638	429,638	18,835
U.S. Nuclear Regulatory Commission:						
Direct Awards:						
	77.008	U.S. Nuclear Regulatory Commission Scholarship and Fellowship Program		51,232	51,232	-
		Total U.S. Nuclear Regulatory Commission		51,232	51,232	-
U.S. Department of Energy:						
Direct Awards:						
	81.049	Office of Science Financial Assistance Program		(7)	(7)	-
	81.086	Conservation Resource & Development		18,407	18,407	-
	81.087	Renewable Energy Research and Development		93,504	93,504	-
	81.113	Defense Nuclear Nonproliferation Research		252,225	252,225	-

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, 2016

CFDA Number	Additional Award Identification Number	Pass-Through Entity	Pass-Through Entity Award Number	Federal Expenditures	Total by Program	Passed Through to Subrecipients	
RESEARCH AND DEVELOPMENT CLUSTER - CONTINUED							
U.S. Department of Energy - Continued:							
Pass-through Awards:							
HME Threats and Trends	81.RD	Subcontract # 310681	Los Alamos National Laboratory	Subcontract # 310681	\$ 988,054	\$ 988,054	\$ -
State Energy Program	81.041		Rhode Island Office of Energy Resources	RI PEP-Rhode Island	41,706	41,706	-
Office of Science Financial Assistance Program	81.049		Brown University	00000475/PO# P276735	497,950	-	-
Office of Science Financial Assistance Program	81.049		Pennsylvania State University	5027-URI-DOE-1090	<u>79,816</u>	577,766	-
Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/Assistance	81.117		Leonardo Technologies, Inc.	S167-CCC-PPM4002 MOD	16,519	16,519	-
Advanced Research and Projects Agency-Energy Financial Assistance Program	81.135		Optodot Corporation	URI-BP001	<u>6,078</u>	<u>6,078</u>	-
Total U.S. Department of Energy					<u>1,994,252</u>	<u>1,994,252</u>	-
U.S. Department of Education:							
Direct Awards:							
Higher Education Institutional Aid	84.031				(375)	(375)	-
Pass-through Awards:							
Magnet Schools Assistance	84.165		Sackett Street Schools	PO 77800E 80106F 82	265	265	-
Special Education- Grants for Infants and Families	84.181		Rhode Island College	80000717-01B	126	126	-
Research in Special Education	84.324		University of Connecticut, Storrs	FRS525880/PSA#7124	9,387	9,387	-
Statewide Data Systems	84.372		Rhode Island Council on Postsecondary Education	N/A	643	643	-
College Access Challenge Grant Program	84.378		Rhode Island Department of Education	Project Recruit & Ed	<u>140,394</u>	<u>140,394</u>	-
Total U.S. Department of Education					<u>150,440</u>	<u>150,440</u>	-
U.S. Department of Health and Human Services:							
Direct Awards:							
Environmental Health	93.113				127,207	127,207	-
Research and Training in Complementary and Alternative Medicine	93.213				23,256	23,256	-
Advanced Nursing Education Grant Program	93.247				227,245	227,245	38,989
Occupational Safety and Health Program	93.262				163,754	163,754	14,405
Alcohol Research Programs	93.273				463,937	463,937	33,327
Drug Abuse and Addiction Research Programs	93.279				606,883	606,883	-
Discovery and Applied Research for Technological Innovations to Improve Human Health	93.286				282,899	282,899	-
Trans-NIH Research Support	93.310				434,045	434,045	-
Nursing Research	93.361				(771)	(771)	-
National Center for Research Resources	93.389				(93,264)	(93,264)	(93,470)
Cancer Cause and Prevention Research	93.393				169,674	169,674	-
Cancer Biology Research	93.396				29,052	29,052	-
Health Care Innovation Awards (HCIA)	93.610				728,532	728,532	455,379
Developmental Disabilities Basic Support and Advocacy Grants	93.630				471,337	471,337	299,740
Blood Diseases and Resources Research	93.839				146,437	146,437	-
Diabetes, Digestive, and Kidney Diseases Extramural Research	93.847				115,454	115,454	-
Allergy, Immunology and Transplantation Research	93.855				2,699,308	2,699,308	1,834,818
Microbiology and Infectious Diseases	93.856				11,626	11,626	-
Biomedical Research and Research Training	93.859				6,628,137	6,628,137	3,443,430
Child Health and Human Development Extramural Research	93.865				1,101,077	1,101,077	411,450
Aging Research	93.866				54,487	54,487	-
Research, Prevention, and Education Programs on Lyme Disease in the United States	93.942				(52,774)	(52,774)	-
Geriatric Education Centers	93.969				554,198	554,198	180,695
International Research and Research Training	93.989				9,148	9,148	-
Pass-through Awards:							
Cellular Capacitance Monitoring Integration into Digital Patch Clamp Amplifier	93.RD	1R43NS087659-01A1	Rokhan, LLC	1R43NS087659-01A1	(1,485)	(1,485)	-
RI DHS Training and Consult Initiative	93.RD	SDU 16-01	Rhode Island Department of Human Services	SDU 16-01	222,056	222,056	-
Lifespan Respite Care Program	93.072		Rhode Island Department of Elderly Affairs	NONE	22,167	22,167	-
Area Health Education Centers Point of Service Maintenance and Enhancement Awards	93.107		Brown University	00000574 PO#P281714	48,908	48,908	-
NIEHS Superfund Hazardous Substances Basic Research and Education	93.143		Brown University	00000846	27,347	27,347	-

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, 2016

CFDA Number	Additional Award Identification Number	Pass-Through Entity	Pass-Through Entity Award Number	Federal Expenditures	Total by Program	Passed Through to Subrecipients	
RESEARCH AND DEVELOPMENT CLUSTER - CONTINUED							
U.S. Department of Health and Human Services - Continued:							
Pass-through Awards - Continued:							
	Research on Health Care Costs, Quality, and Outcomes	93.226	Boston University Medical Center	Agreement #4870	\$ 11,756	\$ 11,756	\$ -
	Mental Health Research Grants	93.242	University of North Carolina, Greensboro	20110511.1	121,132	121,132	-
	Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	Community Care Alliance	NONE	19,471	-	-
	Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	Kent Center	NONE	19,693	-	-
	Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	Rhode Island Department of Behavioral Healthcare, Developmental Disabilities and Hospitals	AWD#3407897	6,310	-	6,435
	Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	Rhode Island Department of Behavioral Healthcare, Developmental Disabilities and Hospitals	PO#3432272	82,864	-	-
	Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	Rhode Island Department of Behavioral Healthcare, Developmental Disabilities and Hospitals	AWD#3422801	176,543	-	32,221
	Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	Rhode Island Department of Behavioral Healthcare, Developmental Disabilities and Hospitals	1U79SP020159-01	67,724	-	-
	Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	Rhode Island Department of Behavioral Healthcare, Developmental Disabilities and Hospitals	NONE	137,398	-	-
	Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	Rhode Island Department of Behavioral Healthcare, Developmental Disabilities and Hospitals	NONE	10,527	-	-
	Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	Rhode Island Department of Behavioral Healthcare, Developmental Disabilities and Hospitals	NONE	14,226	534,756	-
	Alcohol Research Programs	93.273	Rhode Island Hospital	Subaward 701-5486	13,312	13,312	-
	Temporary Assistance for Needy Families	93.558	Rhode Island Department of Human Services	SDU 15-01	39,543	39,543	-
	The Affordable Care Act – Medicaid Adult Quality Grants	93.609	Executive Office of Health and Human Services	No.AMOG 14/15-003	40,124	40,124	-
	Cardiovascular Diseases Research	93.837	Brown University	SUB AWARD# 00000729	75,978	-	-
	Cardiovascular Diseases Research	93.837	University of North Carolina, Chapel Hill	5050218	86,445	-	-
	Cardiovascular Diseases Research	93.837	Tufts University	100130-00001	18,308	-	-
	Diabetes, Digestive, and Kidney Diseases Extramural Research	93.847	University of California, Los Angeles	1561 G RB069	99,863	280,594	-
	Allergy, Immunology and Transplantation Research	93.855	Baylor Research Institute	Subaward#41000411346	(85)	-	-
	Allergy, Immunology and Transplantation Research	93.855	University of California, Davis	SUB. 201303042-03	57,266	57,181	-
	Biomedical Research and Research Training	93.859	Yale University	M11A11176(A08334)	98,548	-	-
	Biomedical Research and Research Training	93.859	Yale University	M16A12388 (A10553)	132,048	-	-
	Biomedical Research and Research Training	93.859	University of Oklahoma	2011-25	48,332	-	-
	Biomedical Research and Research Training	93.859	Rhode Island Hospital	Subaward 701-5480	3,470	282,398	-
	Block Grants for Prevention and Treatment of Substance Abuse	93.959	Rhode Island Department of Behavioral Healthcare, Developmental Disabilities and Hospitals	2B08TI010046-12	64,350	64,350	-
	Total U.S. Department of Health and Human Services				<u>16,665,023</u>	<u>16,665,023</u>	<u>6,657,419</u>
Corporation for National and Community Service:							
Pass-through Awards:							
	AmeriCorps	94.006	Jumpstart for Young Children, Inc.	Jumpstart 2015	13,179	13,179	-
	AmeriCorps	94.006	Jumpstart for Young Children, Inc.	340200 JS-Site#34	56,446	56,446	-
	Total Corporation for National and Community Service				<u>69,625</u>	<u>69,625</u>	<u>-</u>
U.S. Department of Homeland Security:							
Direct Awards:							
	State and Local Homeland Security Training	97.005			149,153	149,153	16,370
Pass-through Awards:							
	Centers for Homeland Security	97.061	Northeastern University	SUB 505035-78059	517,698	517,698	-
	Centers for Homeland Security	97.061	University of North Carolina, Chapel Hill	5101662	150,695	150,695	-
	Total U.S. Department of Homeland Security				<u>817,546</u>	<u>817,546</u>	<u>16,370</u>
Agency for International Development:							
Direct Awards:							
	USAID Foreign Assistance for Programs Overseas	98.001			6,568,590	6,568,590	2,780,814

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, 2016

	CFDA Number	Additional Award Identification Number	Pass-Through Entity	Pass-Through Entity Award Number	Federal Expenditures	Total by Program	Passed Through to Subrecipients
RESEARCH AND DEVELOPMENT CLUSTER - CONTINUED							
Agency for International Development - Continued:							
Pass-through Awards:							
USAID Foreign Assistance for Programs Overseas	98.001		International Center for Living Aquatic Resources Management	NONE	\$ (880)	\$ (880)	\$ -
USAID Foreign Assistance for Programs Overseas	98.001		PACT	P3249	669,502	669,502	46,762
USAID Foreign Assistance for Programs Overseas	98.001		WorldFish	MOUWF 412015	116,193	116,193	-
USAID Development Partnerships for University Cooperation and Development	98.012		University of Todelo	F-2014-28	10,768	10,768	-
Total Agency for International Development					<u>7,364,173</u>	<u>7,364,173</u>	<u>2,827,576</u>
Total Research and Development Cluster					<u>\$ 65,044,899</u>	<u>\$ 65,044,899</u>	<u>\$ 12,659,954</u>
Total Expenditures of Federal Awards					<u>\$ 196,133,064</u>	<u>\$ 196,133,064</u>	<u>\$ 12,659,954</u>

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

Year Ended June 30, 2016

Note 1 - **Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) includes the federal award activity of University of Rhode Island (the “University”) under programs of the Federal Government for the year ended June 30, 2016. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”). Because the Schedule presents only a selected portion of the operations of the University, it is not intended to and does not present the financial position, changes in net assets or cash flows of the University.

Note 2 - **Summary of Significant Accounting Policies**

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance.

Note 3 - **Indirect Cost Rate**

The University has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 4 - **Federal Student Loan Programs**

University Administered Loan Programs

The federal student loan programs listed subsequently are administered directly by the University and balances and transactions relating to these programs are included in the University’s basic financial statements. Loans outstanding at the beginning of the year and loans made during the year are included in the federal expenditures presented in the Schedule. The balance of loans outstanding and administrative costs incurred at June 30, 2016 consists of:

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Notes to the Schedule of Expenditures of Federal Awards - Continued

Year Ended June 30, 2016

Note 4 - **Federal Student Loan Programs - Continued**

University Administered Loan Programs - Continued

CFDA Number	Program Name	Outstanding Balance at June 30, 2016	Administrative Costs
84.038	Federal Perkins Loan	\$ 8,419,392	\$ 1,003,353
93.342	Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students	\$ 1,832,156	\$ -
93.364	Nursing Student Loans	\$ 1,703,490	\$ -

There was no federal capital contribution or match by the University during the current year.

Direct Student Loan Program

The University disbursed \$98,230,481 of loans under the Federal Direct Student Loans program, which include Stafford Subsidized and Unsubsidized Loans and Parent Plus Loans. The University is only responsible for the performance of certain administrative duties and, accordingly, there are no significant continuing compliance requirements and these loans are not included in the University's financial statements.

UNIVERSITY OF RHODE ISLAND
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Schedule of Findings and Questioned Costs

Year Ended June 30, 2016

Section I – Summary of Auditors’ Results:

Financial Statements

Type of auditors’ report issued: Unmodified

Internal control over financial reporting:

- Material weaknesses identified? yes no
- Significant deficiencies identified that are not considered to be material weaknesses? yes no

Noncompliance material to the financial statements noted? yes no

Federal Awards

Type of auditors’ report issued on compliance for major programs: Unmodified

Internal control over major programs:

- Material weaknesses identified? yes no
- Significant deficiencies identified that are not considered to be material weaknesses? yes no

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? yes no

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

Year Ended June 30, 2016

Identification of Major Programs

Name of Federal Program or Cluster	CFDA Number
Student Financial Assistance Cluster	
Federal Supplemental Educational Opportunity Grant Program	84.007
Federal Work-Study Program	84.033
Federal Perkins Loan Program	84.038
Federal Pell Grant Program	84.063
Federal Direct Student Loans (Note 3)	84.268
Teacher Education Assistance for College and Higher Education (TEACH) Grants	84.379
Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Student	93.342
Nursing Student Loans	93.364

Dollar threshold used to distinguish between
type A and type B programs:

\$13,500,000

Auditee qualified as a low-risk auditee?

 x yes no

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Schedule of Findings and Questioned Costs - Continued

Year Ended June 30, 2016

Section II – Financial Statement Findings:

None

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Schedule of Findings and Questioned Costs - Continued

Year Ended June 30, 2016

Section III – Federal Award Findings and Questioned Costs:

Finding number:	2016-001
Federal agency:	U.S. Department of Education
Programs:	Student Financial Assistance Cluster
CFDA #'s:	84.063, 84.268, 84.379
Award year:	2016

Criteria

According to 34 CFR Section 685.309(b)(2):

A school shall, unless it expects to submit its next student status confirmation report to the Secretary within the next sixty days, notify the Secretary within thirty 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.

The Dear Colleague Letter GEN-12-6 issued by ED on March 30, 2012 states that in addition to student loan borrowers, Enrollment Reporting files will include two additional groups of students: Pell Grant and Perkins Loan recipients.

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, two student changes were not reported in a timely manner to the NSLDS and two student changes were not reported to the NSLDS at all. The two students were reported late to the NSLDS by 91 and 95 days.

Cause

The condition was caused by the following:

- a. Management did not ensure that the proper reporting was made to the NSLDS for two students.
- b. Another student was not reported as graduated to the NSLDS since they were previously reported as withdrawn in two consecutive reporting cycles. This combination of reporting statuses was not reported to the NSLDS by the National Student Clearinghouse.

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Schedule of Findings and Questioned Costs - Continued

Year Ended June 30, 2016

- c. Lastly, one student withdrew from the University through their academic administrator's office; however, the withdrawal information was not communicated to the Financial Aid Office in a timely manner.

Effect

Withdrawal dates were not reported correctly and within the required timeframe, which may result in the students entering repayment status later than the required timeframe.

Questioned Costs

N/A

Perspective

Our sample was not, and was not intended to be, statistically valid. Of 40 students selected for testing, four students or 10% of our sample, were determined to have a status change not reported timely to the NSLDS.

Identification as a Repeat Finding, if applicable

See finding 2015-001 included in the summary schedule of prior year findings.

Recommendation

We recommend that the University review the systems in place that ensure all status changes are reported and reported timely to the NSLDS to be sure that they are operating effectively. The University should also consider issuing a reminder to the Deans that they need to submit withdrawal forms timely.

Views of Responsible Officials

The University agrees with the findings for graduation reporting. However, we do not agree with the late withdrawal reporting finding. The University's Enrollment Services office ("Enrollment Services") processed the withdrawal form immediately upon receipt from the academic department and sent the information to the National Student Clearinghouse. However, there was a delay from when the department signed the form to when it arrived in Enrollment Services. The discrepancy on the paper form from when the department signed the form to when it arrived in Enrollment Services should not result in finding as we will never be able to control when a department puts the form in the mail.

As an institution we historically have been and continue to be flexible in allowing students to complete their programs of study. This flexibility, while student friendly, does make complying with reporting requirements difficult at times. Policy and business process review and recommendations for change need to be balanced with the institution's commitments to academic freedom and faculty-centered decision-making and shared governance.

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Schedule of Findings and Questioned Costs - Continued

Year Ended June 30, 2016

Finding number:	2016-002
Federal agency:	U.S. Department of Education
Programs:	Student Financial Assistance Cluster
CFDA #'s:	84.063
Award year:	2016

Criteria

34 CFR 690.83(b) states:

- (1) An institution shall report to the Secretary any change in the amount of a grant for which a student qualifies, including any related Payment Data changes by submitting to the Secretary the student's Payment Data that disclosed the bases and result of the change in award for each student. The institution shall submit the student's Payment Data reporting any change to the Secretary by the reporting deadlines published by the Secretary in the Federal Register.
- (2) An institution shall submit, in accordance with deadline dates established by the Secretary, through publication in the Federal Register, other reports and information the Secretary requires and shall comply with the procedures the Secretary finds necessary to ensure that the reports are correct.

The ED Federal Register (Vol. 77, No.126) states:

An institution is required to submit a disbursement record no later than 30 calendar days after the institution makes a disbursement or becomes aware of the need to make an adjustment to previously reported disbursement data.

Condition

Federal regulations require institutions to report to the Federal Government's Common Origination and Disbursement System ("COD") payments to students for Federal Pell Grants within 15 days of disbursement to students.

Out of a sample of 40 students, the College reported the disbursement of Pell Grant funds for one student late. The disbursement was reported 6 days past the required reporting date.

Cause

This finding occurred because management did not ensure that the error reports from the COD were corrected timely.

Effect

The College is not in compliance with the COD reporting regulations.

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Schedule of Findings and Questioned Costs - Continued

Year Ended June 30, 2016

Questioned Costs

N/A

Perspective

Our sample was not, and was not intended to be, statistically valid. Of 40 students selected for testing, one student's Pell disbursement, or 2.5% of our sample, was not reported to the COD timely.

Identification as a Repeat Finding, if applicable

Not applicable

Recommendation

The University should create a process for review of the COD reports that check for any errors during the submission process in a time period that would allow for resubmission in time to meet the COD reporting deadline.

Views of Responsible Officials

The University has researched the student whose disbursement was late in being reported to the Federal government due to a rejection of the file at the COD. We agree that the reporting date to the COD was 6 days beyond the 15 day requirement.

In our view, it is prudent for our institution to implement an additional element to our compliance action plan to ensure that disbursements are reported within the required time frame.

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Schedule of Findings and Questioned Costs - Continued

Year Ended June 30, 2016

Finding number:	2016-003
Federal agency:	U.S. Department of Education
Programs:	Student Financial Assistance Cluster
CFDA #'s:	Multiple
Award year:	2016

Criteria

34 CFR 668.165(a) states:

- (2) Except in the case of a post-withdrawal disbursement made in accordance with 34 CFR 668.22(a)(5), if an institution credits a student's account at the institution with Direct Loan, Federal Perkins Loan, or TEACH Grant program funds, the institution must notify the student or parent of –
 - i. The anticipated date and amount of the disbursement;
 - ii. The student's or parent's right to cancel all or a portion of that loan, loan disbursement, TEACH Grant, or TEACH Grant disbursement and have the loan proceeds or TEACH Grant proceeds returned to the Secretary; and
 - iii. The procedures and time by which the student or parent must notify the institution that he or she wishes to cancel the loan, loan disbursement, TEACH Grant, or TEACH Grant disbursement.

- (3) The institution must provide the notice described in paragraph (a)(2) of this section in writing –
 - i. No earlier than 30 days before, and no later than 30 days after, crediting the student's ledger account at the institution, if the institution obtains affirmative confirmation from the student under paragraph (a)(6)(i) of this section; or
 - ii. No earlier than 30 days before, and not later than seven days after, crediting the student's ledger account at the institution, if the institution does not obtain affirmative confirmation from the student under paragraph (a)(6)(i) of this section.

Condition

The University did not send notification of fall 2015 disbursements until June 2016.

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Schedule of Findings and Questioned Costs - Continued

Year Ended June 30, 2016

Cause

An error occurred in the integrated student financial aid software that sends out notification emails for disbursements. According to University management, no student received a fall semester loan disbursement notification.

Effect

The College is not in compliance with notification requirements.

Questioned Costs

N/A

Perspective

Our sample was not, and was not intended to be, statistically valid. Of 40 students selected for testing, no students received distribution notifications timely for the fall semester.

Identification as a Repeat Finding, if applicable

Not applicable

Recommendation

The University should create a process to verify that email notifications have gone out before or after disbursement, and within the specified time period.

Views of Responsible Officials

The University has reviewed the dates of the notification of disbursement emails sent to students and agree with the finding.

The email notification system was designed to automatically send out emails to students upon disbursement of funds, yet this did not happen. Email notifications were sent out beyond the 30 day requirement once this error was discovered and the system was rebooted.

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Management's Summary Schedule of Prior Audit Finding

Year Ended June 30, 2016

Finding number:	2015-001
Federal agency:	U.S. Department of Education
Programs:	Student Financial Assistance Cluster
CFDA #'s:	84.063, 84.268, 84.379
Award year:	2015

Condition

The Federal Government requires the University to report student enrollment changes to the National Student Loan Data System ("NSLDS") within sixty days.

Award Year 2015:

Out of a sample of forty students with enrollment status changes, fifteen of the students' changes were not reported in a timely manner to the NSLDS. For those students, the timeframe to report the status ranged from 10-38 days late. Four student status changes were not reported to the NSLDS at all.

Award Year 2014:

Out of a sample of forty students with enrollment status changes, three of the students' changes were not reported in a timely manner to the NSLDS. For those three students, the timeframe to report the status ranged from 11-125 days late.

Current Year Status:

The University conducted a thorough review of its processes involving National Student Clearinghouse submissions. Several procedural changes have been instituted. The University has tightened its procedures concerning withdrawals, leaves of absences, and firm graduation dates.

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Management's Corrective Action Plan

Finding number: 2016-001
Federal agency: U.S. Department of Education
Programs: Student Financial Assistance Cluster
CFDA #'s: 84.063, 84.268, 84.379
Award year: 2016

Corrective Action Plan:

On October 27, 2016, the Office of Enrollment Services – Registrar area, completed a one day mandatory training for the academic colleges and the graduate school.

The timely processing of Leave of Absence, Withdrawals and Degree Conferrals / Program Completion were specific topics reviewed and discussed with the Academic Deans and their support staff. Training materials and deadlines were distributed and are available on a dedicated training and information site hosted on the University Learning Management system (SAKAI). All Academic Deans and their support staff have been provided training on how to access these documents. Also, beginning with the fall 2016 semester, specific reminders regarding Leave of Absence and Withdrawal deadlines will be sent to the academic colleges and graduate school at the beginning of each semester. Reminders regarding degree conferral will continue to be sent in late November early December for December graduation, April 1 for May graduation and July/August for August graduation.

Timeline for Implementation of Corrective Action Plan:

This training will continue to be done annually through monthly Enrollment Services Advisory Committee meetings and other training opportunities (all Academic Deans are members of this committee).

The confirmation by the Academic Deans of graduation lists with adherence to specific deadlines will continue to be a point of emphasis. Review and follow-up by Enrollment Services – Registrar area, staff will also be emphasized as a mechanism to proactively identify coding issues related to student degree completion with an expectation for direct and immediate follow-up with the respective Deans Office to rectify any discrepancies.

The institution will also continue to work with the National Student Clearinghouse to better understand reporting errors and the necessary business process and technical changes needed to reduce and/or eliminate late reporting issues.

Contact Person

Bonnie Saccucci, Senior Associate Director, Enrollment Services

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Management's Corrective Action Plan - Continued

Finding number: 2016-002
Federal agency: U.S. Department of Education
Programs: Student Financial Assistance Cluster
CFDA #'s: 84.063
Award year: 2016

Corrective Action Plan:

We have implemented an additional process to our action plan to ensure that we stay within a 15 day reporting window for disbursement of Pell Grants.

We have begun running an additional report via PeopleSoft which identifies, for our review, all disbursements that are rejected by the COD. We plan to continue to run this report weekly in addition to completing our monthly reconciliation process.

Timeline for Implementation of Corrective Action Plan:

Our corrective action has been implemented as of October 21, 2016.

Contact Person

Bonnie Saccucci, Senior Associate Director, Enrollment Services

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Management's Corrective Action Plan - Continued

Finding number: 2016-003
Federal agency: U.S. Department of Education
Programs: Student Financial Assistance Cluster
CFDA #'s: 84.268
Award year: 2016

Corrective Action Plan:

For the correction action plan, a random sample of disbursements will be selected each month and checked to confirm that an email was sent to each recipient within the required timeframe.

Timeline for Implementation of Corrective Action Plan:

This random sample procedure was implemented in May of 2016 and it will continue every month.

Contact Person

Bonnie Saccucci, Senior Associate Director, Enrollment Services