

# **Eastern Michigan University**

---

**Federal Awards  
Supplemental Information  
June 30, 2013**

### Independent Auditor's Reports:

|   |       |
|---|-------|
| Report on Schedule of Expenditures of Federal Awards Required by<br>OMB Circular A-133  | I     |
| Report on Internal Control Over Financial Reporting and on Compliance<br>and Other Matters Based on an Audit of Financial Statements<br>Performed in Accordance with <i>Government Auditing Standards</i> | 2-3   |
| Report on Compliance for Each Major Federal Program;<br>Report on Internal Control Over Compliance  | 4-5   |
| Schedule of Expenditures of Federal Awards  | 6-9   |
| Notes to Schedule of Expenditures of Federal Awards   | 10-11 |
| Schedule of Findings and Questioned Costs   | 12-13 |



Report on Schedule of Expenditures of Federal Awards  
Required by OMB Circular A-133

Independent Auditor's Report

To the Board of Regents  
Eastern Michigan University

We have audited the basic financial statements of Eastern Michigan University (the "University") and its discretely presented component unit as of and for the year ended June 30, 2013 and the related notes to the financial statements, which collectively comprise the University's basic financial statements. We issued our report thereon dated November 5, 2013, which contained an unmodified opinion on those basic financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the basic financial statements. We have not performed any procedures with respect to the audited basic financial statements subsequent to November 5, 2013.

The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. 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 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 basic 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 information is fairly stated in all material respects in relation to the basic financial statements as a whole.

*Plante & Moran, PLLC*

November 5, 2013

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*

Independent Auditor's Report

To Management and the Board of Regents  
Eastern Michigan University

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 basic financial statements of Eastern Michigan University (the "University") and its discretely presented component unit as of and for the year ended June 30, 2013 and related notes to the financial statements, which collectively comprise the University's basic financial statements, and have issued our report thereon dated November 5, 2013. The financial statements of Eastern Michigan University Foundation were not audited in accordance with *Government Auditing Standards*.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the basic financial statements, we considered Eastern Michigan University's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the basic 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 University's basic 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.

To Management and the Board of Regents  
Eastern Michigan University

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Eastern Michigan University's basic 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.

*Plante & Moran, PLLC*

Kalamazoo, Michigan  
November 5, 2013

Report on Compliance for Each Major Federal Program;  
Report on Internal Control Over Compliance

Independent Auditor's Report

To the Board of Regents  
Eastern Michigan University

**Report on Compliance for Each Major Federal Program**

We have audited Eastern Michigan University's (the "University") compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2013. Eastern Michigan University's major federal programs are identified in the summary of auditor's 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 each of its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of Eastern Michigan 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 Eastern Michigan 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 Eastern Michigan University's compliance.

To the Board of Regents  
Eastern Michigan University

### ***Opinion on Each Major Federal Program***

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

### **Report on Internal Control Over Compliance**

The management of Eastern Michigan 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 Eastern Michigan 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 a 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.

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.

*Plante & Moran, PLLC*

Kalamazoo, Michigan  
November 5, 2013

# Eastern Michigan University

## Schedule of Expenditures of Federal Awards Year Ended June 30, 2013

| Federal Agency/Pass-through Agency/Program Title   | Federal CFDA |                      | Federal Expenditures |
|--|--------------|----------------------|----------------------|
|  | Number       | Federal Award Number |                      |
| <b>Clusters:</b>   |              |                      |                      |
| <b>Student Financial Aid Cluster:</b>  |              |                      |                      |
| Loan and Loan Guarantee Programs (Direct):   |              |                      |                      |
| USDE: Perkins Loans Issued and Outstanding   | 84.038       | -                    | \$ 10,524,703        |
| USDE: Direct PLUS Loans  | 84.268       | P268K111630          | 11,092,179           |
| USDE: Direct Loan Stafford   | 84.268       | P268K111630          | <u>134,176,881</u>   |
| Total Loan and Loan Guarantee Programs   |              |                      | 155,793,763          |
| <b>U.S. Department of Education (Direct):</b>  |              |                      |                      |
| USDE: Supplemental Education Opportunity Grant   | 84.007       | P007A042005          | 864,438              |
| USDE: College Work Study   | 84.033       | P033A042005          | 893,069              |
| USDE: CWS Job Locator  | 84.033       | P033A042005          | 42,667               |
| USDE: PELL Grants  | 84.063       | P063P041630          | 34,191,925           |
| USDE: TEACH - Teacher Education Assistance for College and Higher Education Grant Program  | 84.379       | P379T091630          | <u>173,915</u>       |
| Total U.S. Department of Education   |              |                      | 191,959,777          |
| <b>U.S. Department of Health and Human Services (Direct):</b>  |              |                      |                      |
| ARRA USHHS: Nurse Faculty Loan Program - Loans issued and outstanding  | 93.408       | IEOAPH15348-01-00    | 52,631               |
| USHHS: Nurse Faculty Loan Program - Loans issued and outstanding   | 93.264       | E01HP12746           | <u>92,073</u>        |
| Total Student Financial Aid Cluster  |              |                      | 192,104,481          |
| <b>Research and Development Cluster:</b>   |              |                      |                      |
| <b>Department of Agriculture - Direct:</b>   |              |                      |                      |
| Development of Novel Bio-based Polyols and Their Derivatives for Low VOC Coating Applications  | 10.200       | C5722PIC5722PI       | 117,409              |
| Soy Based Functional Building Blocks for Sustainable Advanced Coatings   | 10.200       | 2013-38202-20398     | <u>26,261</u>        |
| Total Department of Agriculture  |              |                      | 143,670              |
| <b>Department of Commerce - Direct:</b>  |              |                      |                      |
| NOAA: Coupled Remote Sensing and Biological Monitoring of Invasive Plant Species and Their Impacts on the Detroit River International Wildlife Refuge (CRSBM-DRWR)                                   | 11.417       | NA09OAR4170172       | 271,425              |
| NOAA: Sailing Elementary Teachers Toward Ocean Literacy Using Familiar Water Resources (funding part 1)  | 11.469       | NA07SEC4690004       | <u>27,367</u>        |
| Total Department of Commerce   |              |                      | 298,792              |
| <b>Department of Defense - Direct:</b>   |              |                      |                      |
| ONR Cross-National Analysis of Islamic Fundamentalism, Task I Utilizing Probability Distribution Functions and Ensembles to Forecast Ionospheric and Thermospheric Space Weather (Year 1 of 3) Total | 12.300       | N00014-09-1-0985     | 456,491              |
| DoD Information Assurance Scholarship Program for 2011-2012 Academic Year: Basic Proposal, Annex I and Annex II  | 12.800       | SUB 300229475 I      | 22,458               |
| DoD Information Assurance Scholarship Program for 2012-2013 Academic Year: Annex II Capacity   | 12.902       | H98230-11-046 I      | 58,237               |
| DoD Information Assurance Scholarship Program for 2012-2013 Academic Year: Annex II Capacity   | 12.902       | H98230-11-046 I      | <u>19,537</u>        |
| Total Department of Defense  |              |                      | 556,723              |
| <b>Department of the Interior U.S. Geological Survey - Passed through</b>  |              |                      |                      |
| Ohio State University: Biodiversity Research in Ohio and Michigan  | 15.634       | RF01280760 60032437  | 6,302                |
| <b>Department of State Bureau of Educational and Cultural Affairs - Passed through the</b>   |              |                      |                      |
| Great Lakes Fishery Commission: Field Comparison of Eel-Ladder-Style and Traditional Sea Lamprey Traps   | 19.087       | GRELAK30             | 10,843               |



# Eastern Michigan University

## Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2013

| Federal Agency/Pass-through Agency/Program Title  | Federal CFDA |                               | Federal Expenditures |
|---|--------------|-------------------------------|----------------------|
|   | Number       | Federal Award Number          |                      |
| Clusters (Continued):   |              |                               |                      |
| Research and Development Cluster (Continued):   |              |                               |                      |
| National Aeronautics and Space Administration - Passed through:   |              |                               |                      |
| UM: Grassland Ecosystems and Societal Adaptations under Changing Grazing  | 43.001       | NNX09AK87G                    | \$ 71,649            |
| Wayne County: Investigating Climate Change and Remote Sensing (ICCARs)  | 43.001       | NNX10AD30A.02                 | 23,720               |
| NASA: Understanding the Time Dependent Response of the Martian Upper Atmosphere to Solar Flares and Dust Storms, Year 1 of 3 (2012-2013)                                      | 43.001       | NNX12AJ49G                    | <u>61,913</u>        |
| Total National Aeronautics and Space Administration   |              |                               | 157,282              |
| National Science Foundation:  |              |                               |                      |
| NSF/AIR: The Impact of MSP Professional Development on the Quality of Instruction in Middle School Math and Science Classrooms - Pass through                                 | 47.049       | NSF 0929191 536.02865         | 19,862               |
| Collaborative Research: Macrophytes Across the Proterozoic - Phanerozoic Boundary: A Baseline Study of Macroalgae during a Critical Interval in Earth System History - Direct | 47.050       | EAR-1250756                   | 1,165                |
| NSF: Collaborative Research: Automatically Annotated Repository of Video and Audio Resources Community - Direct   | 47.075       | BCS-1244713                   | 36,134               |
| NSF MultiTree: Completing the Library of Language Relationships Total - Direct  | 47.075       | BCS-1227106                   | 38,265               |
| NSF: Interop: LEGO - Direct   | 47.075       | BCS-0753321                   | 13,615               |
| NSF: Collaborative Research ELIIP: Endangered Languages Catalog - Direct  | 47.075       | BCS-1057725                   | 60,711               |
| NSF: Collaborative Research: Neuroimaging and Hormonal Analyses - Direct  | 47.075       | SES-1063564                   | 18,564               |
| Robert Noyce Scholarship Program - Direct   | 47.076       | DUE-0833286                   | 54,386               |
| NSF: The Physics Scholars Program at Eastern Michigan University - Direct   | 47.076       | DUE-09661606                  | 63,663               |
| NSF: Creative Scientific Inquiry Experience - Direct  | 47.076       | AWARD 0525514                 | <u>72,495</u>        |
| Total National Science Foundation   |              |                               | 378,860              |
| Department of Health and Human Services:  |              |                               |                      |
| EMU Alzheimer's Education and Research Program, 2011-2012 - Pass through  | 93.051       | I1B1MICMHS / 20121537/2212758 | 9,485                |
| UM: NIH Michigan Bridges to Doctorate - Passthrough   | 93.187       | I-R25-GM-0896387-02           | 90,740               |
| The University of Michigan George M. O'Brien Renal Core Center - Pass through   | 93.398       | U OF M:3001703728             | 4,880                |
| Alzheimer's Education and Research Program, 2012-2013 - Pass through  | 93.958       | I2B1MICMHS                    | 51,332               |
| Novel Targets in Thrombosis and Atherosclerosis, 2008-2010 - Pass through   | 93.839       | 3000998038 P01 HL 089407      | 43,779               |
| UM: NIH - Stroke Health and Risk Education - Pass through   | 93.853       | 416093 5-901-NS06267          | 15,037               |
| Michigan Level of Functioning Project - Year 16, 2011-2012 - Pass through   | 93.958       | MDCH/W2215280                 | 51,432               |
| ARRA: NIH Characterization of Genetic Instability at Chromosomal Fragile Sites - Direct   | 93.701       | IR15GM093929-01               | 139,692              |
| ARRA: NIH An individually Tailored Mammography Screening Intervention for Chinese Americans - Direct  | 93.701       | IR21CA127825-01A2             | <u>57,183</u>        |
| Total Department of Health and Human Services   |              |                               | 463,560              |
| Total Research and Development Cluster  |              |                               | 2,016,032            |
| Trio Cluster - Department of Education - Direct:  |              |                               |                      |
| Upward Bound 2006 2011  | 84.047       | P047A071054-09                | (15,892)             |
| Upward Bound - Competitive Renewal 2012-2013  | 84.047       | P047A121310                   | 370,951              |
| McNair Postbaccalaureate Achievement Program  | 84.217       | P217A070173-08                | 84,489               |
| Eastern Michigan University Ronald McNair Program   | 84.217       | P217A120065                   | <u>145,737</u>       |
| Total Trio Cluster  |              |                               | 585,285              |
| Workforce Investment Act Cluster - Department of Labor - Pass through - Washtenaw County: The B Side Workforce Investment   |              |                               |                      |
|   | 17.259       | CR # 41558                    | <u>28,056</u>        |
| Total Clusters  |              |                               | 194,733,854          |

# Eastern Michigan University

## Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2013

| Federal Agency/Pass-through Agency/Program Title   | Federal CFDA |                             | Federal Expenditures |
|--|--------------|-----------------------------|----------------------|
|  | Number       | Federal Award Number        |                      |
| Other federal awards:  |              |                             |                      |
| Department of Agriculture - Passed through -<br>University of Southern Mississippi: NFSMI Effectiveness of<br>In-Classroom Breakfast Programs                      | 10.574       | USM-GR03970-002             | \$ 8,931             |
| Department of Justice:   |              |                             |                      |
| Comprehensive Wrap-Around Social Services for High-Risk Teen<br>Parents and Their Families, Part 2 - Direct  | 16.541       | 2009-JL-FX-0230             | (4)                  |
| CSI STEM Summer Camp - Pass through  | 16.806       | W56HZV-12-P-L797            | 3,930                |
| Total Department of Justice Cluster  |              |                             | 3,926                |
| National Aeronautics and Space Administration - Pass through:<br>NASA: Explore Mars  | 43.010       | MICSPAMSCG                  | 6,950                |
| National Endowment for the Humanities - Direct:  |              |                             |                      |
| NEH: For Love of This Place: Interpreting the<br>Campbell-De Young Farmstead   | 45.129       | Michigan Humanities Council | 6,715                |
| Relish - Rendering Endangered Languages Lexicons<br>Interoperable Through Standards Harmonization  | 45.169       | HG-50010-09                 | (4,582)              |
| Total National Endowment for Humanities  |              |                             | 2,133                |
| National Endowment for the Arts - Direct:<br>Open Book   |              | 12-4200-7048                | 3,074                |
| Small Business Administration - Pass through:  |              |                             |                      |
| USSBA/GVSU: 2012 SBTDC Region  | 59.037       | 2-603001-2-0023             | 341,442              |
| USSBA/GVSU: 2013 SBTDC Region  | 59.037       | SBAHQ-13-B-0035             | 232,422              |
| Total Small Business Administration  |              |                             | 573,864              |
| Environmental Protection Agency: Passed through the Great Lakes Commission -<br>Server Hosting and RAPIDS Main   | 66.034       | EMU-IGRE2013-1              | 28,568               |
| Department of Energy - Direct: Building a Surface Science Laboratory in the<br>Mark Jefferson Complex to Serve the Automobile Industry in<br>Southeastern Michigan | 81.049       | DE-SC0005070                | 267,198              |
| Department of Education:   |              |                             |                      |
| MDE/MDLEG: Michigan BPA 2008-2009 - Pass through   | 84.048       | 093430-90131                | (7,429)              |
| MDE/MDLEG: Michigan DECA 2008-2009 - Pass through  | 84.048       | 093430-90132                | (16,202)             |
| Michigan DECA-Competitive Renewal (One year with one<br>additional renewal year) - Pass through  | 84.048       | 103430                      | (18,189)             |
| Michigan Skills USA-Competitive Renewal - Pass through   | 84.048       | 103430                      | (5,634)              |
| Michigan Family, Career & Community Leaders of America (FCCLA) -<br>Competitive Renewal (Y3 of 3) - Pass through   | 84.048       | 103430-10134                | (30,388)             |
| Michigan Family, Career & Community Leaders of America (FCCLA) -<br>Competitive Renewal - Pass through   | 84.048       | 103430-10134                | 30,388               |
| Michigan Family, Career & Community Leaders of America (FCCLA) -<br>Renewal - Pass through   | 84.048       | 103430-10136                | (1,530)              |
| Michigan Business Professionals of America (BPA) -<br>Competitive Renewal - Pass through   | 84.051       | 103430-10136                | 74,512               |
| Michigan Business Professionals of America (BPA) - Competitive Renewal - Pass through  | 84.051       | 103430-10131                | (167)                |
| Michigan DECA-Competitive Renewal - Pass through   | 84.051       | 133430-13132                | 80,421               |
| Michigan Family, Career & Community Leaders of America (FCCLA) - Renewal Total -<br>Pass through   | 84.051       | 133430-13134                | 60,664               |
| Michigan Skills USA-Competitive Renewal Total - Pass through   | 84.051       | 133430-13136                | 81,362               |
| A Community-Based Model for Emergency Management - Direct  | 84.184       | Q184T090004                 | (2,112)              |
| Training Content Area Teachers to Teach English - Direct   | 84.194       | T195N070245                 | 67,891               |

# Eastern Michigan University

## Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2013

| Federal Agency/Pass-through Agency/Program Title   | Federal CFDA |                          | Federal Expenditures  |
|--|--------------|--------------------------|-----------------------|
|  | Number       | Federal Award Number     |                       |
| Other federal awards (Continued):  |              |                          |                       |
| Department of Education (Continued):   |              |                          |                       |
| 21st Century Community Learning Centers 2008-2009 - Pass through   | 84.287       | D07067                   | \$ (8,204)            |
| 21st Century Community Learning Centers - Brighter Futures Year 3- Pass through  | 84.287       | D07067-COHORT D          | 59                    |
| 21st Century Community Learning Centers - Brighter Futures Year 5 (Cohort D) - Pass through  | 84.287       | D07067-COHORT D          | 3,057                 |
| 21st Century Community Learning Centers, Bright Futures at Middle and High Schools, Year 2 (Cohort F) - Pass through                 | 84.287       | F09025-COHORT F          | (4,216)               |
| 21st Century Community Learning Centers, Bright Futures at Middle and High Schools, Year 3 (Cohort F) - Pass through                 | 84.287       | F09025-COHORT F          | 7,826                 |
| 21st Century Community Learning Centers, Bright Futures at Middle and High Schools, Year 4 (Cohort F) - Pass through                 | 84.287       | F09025-COHORT F          | 645,492               |
| 21st Century Community Learning Centers - Bright Futures Year 1 (cohort G-1) - Pass through  | 84.287       | I32110 - G12021          | 641,566               |
| 21st Century Community Learning Centers - Bright Futures Year 1 (cohort G-2) - Pass through  | 84.287       | I32110 - G12022          | 687,488               |
| Michigan Department of Career Development KCP State GEAR-UP Program 2011-2-17  | 84.334       | I1-00-02                 | 146,306               |
| USDE: Connecting Students to the Community: EMU GEAR-UP Partnership to Promote College Readiness and Success, Year 1 of 6            | 84.334       | P334A060204              | 100,906               |
| Underground Railroad and Cultural Program: The Cooperative Underground Railroad Education Project. (CUREP) - Pass through            | 84.345       | P345A095005              | 29,264                |
| Eastern Michigan University Writing Project - 2012-2013 Total - Pass through   | 84.367       | 92-MI01-SEED2012         | 13,121                |
| Professional Development in a High-Need School - Pass through  | 84.367       | NO.2                     | 10,171                |
| Elementary Evaluation # 1 - Pass through   | 84.367       | I                        | 23,352                |
| Student Transcript and Academic Record Repository (STARR) Data Exchange Process  | 84.372A      | 071 W2205028             | 2,673                 |
| Student Transcript and Academic Record Repository (STARR) Data Exchange Process  | 84.384A      | 071 W2205028             | 10,928                |
| Total Department of Education  |              |                          | 2,623,376             |
| Department of Health and Human Services:   |              |                          |                       |
| Coupled MGCM-MTGCM Mars Thermosphere Simulations and Resulting Data Products in support of the MAVEN mission - Pass through          | 93.300       | 3001571633               | (743)                 |
| Independent Living Skills Coach for Training Eligible Foster Care Youth - Direct ARRA - Capacity Building of Nonprofit Organizations | 94           | YIT-13-81001             | 111,194               |
| Servicing Distressed Communities in Wayne and Eastern Washtenaw Counties Michigan - Direct   | 93.711       | 90SI0009/01              | (186)                 |
| Total Department of Health and Human Services  |              |                          | 110,265               |
| Department of Housing and Urban Development - Pass through -   |              |                          |                       |
| Connecting Hamilton Crossing: Developing Family Self-sufficiency Education Programs for Subsidized Housing Residents                 | 14.704       | CCPM10057-11             | 17,211                |
| Department of State Bureau of Near Eastern Affairs - Passthrough -   |              |                          |                       |
| The Birth Place of the Arab Spring: Value Orientations and Political Actions in Tunisia (part 1)                                     | 19.500       | 95102 W15P7T 12 C F600   | 249,854               |
| Department of Homeland Security:   |              |                          |                       |
| Social Norms Collaborative - Pass through  | 97.005       | -                        | 14,818                |
| Texas Citizens Corp Program - CERT (Community Emergency Response Team) - Direct  | 97.005       | -                        | 3,224                 |
| Total Department of Homeland Security  |              |                          | 18,042                |
| Agency of International Development - Direct -   |              |                          |                       |
| Eastern Michigan Practicum for Teacher Educators from Pakistan (EMPTPEP)   | 98.001       | AID-391-A-11-00001 11452 | 257,983               |
| Total other federal awards   |              |                          | 4,171,375             |
| Total federal expenditures   |              |                          | <u>\$ 198,905,229</u> |

# Eastern Michigan University

## Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2013

### Note 1 - Basis of Presentation and Significant Accounting Policies

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Eastern Michigan University (the "University") under programs of the federal government for the year ended June 30, 2013. Expenditures reported on the Schedule are reported on the same basis of accounting as the basic financial statements, although the basis for determining when federal awards are expended is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. In addition, expenditures reported on the Schedule are recognized following the cost principles contained in OMB Circular A-21, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore, some amounts presented in this Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Because the Schedule presents only a selected portion of the operations of Eastern Michigan University, it is not intended to, and does not, present the financial position, changes in net assets, or cash flows, if applicable, of Eastern Michigan University. Pass-through entity identifying numbers are presented where available.

### Note 2 - Subrecipient Awards

Of the federal expenditures presented in the Schedule, federal awards were provided to subrecipients as follows:

| Federal Program Title   | CFDA<br>Number | Amount<br>Provided to<br>Subrecipients |
|---|----------------|--|
| USSBA/GVSU: 2012-13 SBTDC Region  | 59.037         | \$ 29,220                              |
| NOAA: Sailing Elementary Teachers Toward Ocean<br>Literacy Using Familiar Water Resources<br>(funding part 1)                   | 11.469         | 14,284                                 |
| DoD/MITRE: The Birth Place of the Arab Spring:<br>Value Orientations and Political Actions in Tunisia<br>(part 1)               | 19.500         | 73,391                                 |
| NASA: Understanding the Time Dependent Response<br>of the Martian Upper Atmosphere to Solar Flares &<br>Dust Storms Year 1 of 3 | 43.001         | 13,516                                 |
| DoD: ONR Cross-National Analysis of Islamic<br>Fundamentalism, Task 1   | 12.300         | 78,816                                 |
|   | Total          | \$ 209,227                             |

# Eastern Michigan University

---

## Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2013

### Note 3 - Loans Outstanding

During the fiscal year ended June 30, 2013, the University issued new loans to students under the William D. Ford Federal Direct Loan Program (FDLP). The loan program includes subsidized and unsubsidized Stafford Loans, Parents' Loans for Undergraduate Students (PLUS), and PLUS loans for graduate and professional students. The value of loans issued for the FDLP is based on disbursed amounts. The undergraduate PLUS loans are applied first to the students' tuition and fees and any remaining balance is disbursed directly to parents or, with the parents' permission, to the student.

In addition, the University participates in the Federal Perkins Loan Program through the Department of Education and the Nurse Faculty Loan Program through the Department of Health and Human Services. These loan programs are directly administered by the University and are considered revolving loan programs whereby collections received on past loans, including interest, and new funds received from federal agencies are loaned out to current students. The outstanding balance on these loans is disclosed in the schedule of expenditures of federal awards. The loans issued through the Federal Perkins Loan Program during the year ended June 30, 2013 amounted to \$384,751. There were no loans issued through the Nurse Faculty Loan Program (ARRA) and \$52,270 issued through the Nurse Faculty Loan Program (non-ARRA) during the year ended June 30, 2013.

# Eastern Michigan University

## Schedule of Findings and Questioned Costs Year Ended June 30, 2013

### Section I - Summary of Auditor's Results

#### Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified that are not considered to be material weaknesses?  Yes  None reported

Noncompliance material to financial statements noted?  Yes  No

#### Federal Awards

Internal control over major programs:

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified that are not considered to be material weaknesses?  Yes  None reported

Type of auditor's 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 Circular A-133?  Yes  No

Identification of major programs:

| CFDA Numbers   | Name of Federal Program or Cluster                       |
|--|--|
| 84.007, 84.033, 84.038,<br>84.063, 84.268, 84.379,<br>93.408, and 93.264 | Student Financial Aid Cluster                            |
| 59.037   | Small Business and Technology Development Center (SBTDC) |
| 84.047 and 84.217  | TRIO Cluster   |
| 84.287   | 21st Century Community Learning Centers                  |

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee?  Yes  No

# **Eastern Michigan University**

---

## **Schedule of Findings and Questioned Costs (Continued) Year Ended June 30, 2013**

### **Section II - Financial Statement Audit Findings**

None

### **Section III - Federal Program Audit Findings**

None