

**BOARD OF REGENTS**  
EASTERN MICHIGAN UNIVERSITY

SECTION: 15

DATE:

December 6, 2012

**RECOMMENDATION**

**OMB CIRCULAR A-133 SUPPLEMENTARY FINANCIAL REPORTS FOR THE  
YEAR ENDED JUNE 30, 2012**

**ACTION REQUESTED**

It is recommended that the Board of Regents receive and place on file the OMB Circular A-133 Supplementary Financial Reports for the year ended June 30, 2012.

**STAFF SUMMARY**

The report contains the opinion of Plante & Moran, PLLC (EMU independent auditor) on compliance with requirements applicable to the University's Federal Awards programs. The report states that the University complied, in all material respects, with the requirements governing its major Federal Award Programs for the Year Ended June 30, 2012.

Plante & Moran reported there were no internal control material weaknesses or significant deficiencies identified in this Federal Program Audit.

**FISCAL IMPLICATIONS**

None.

**ADMINISTRATIVE RECOMMENDATION**

The proposed Board action has been reviewed and is recommended for Board approval.

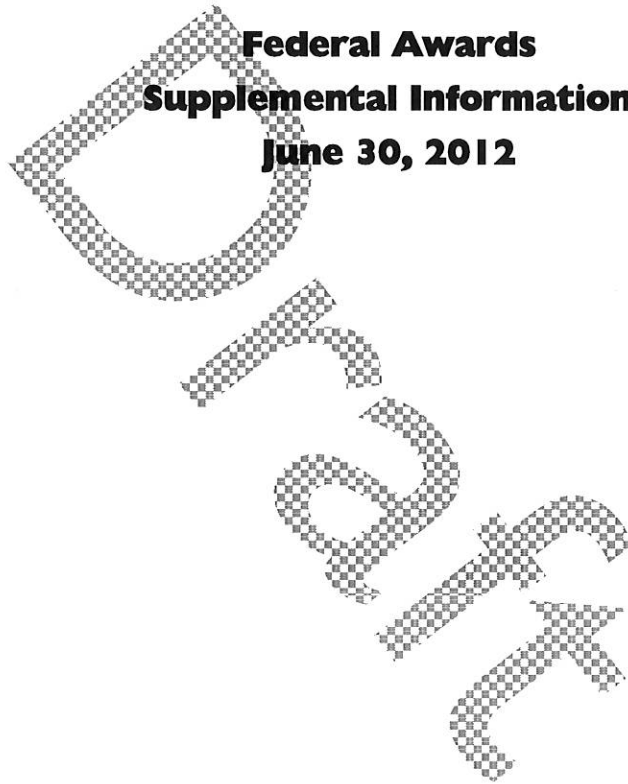
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University Executive Officer

\_\_\_\_\_  
Date

# **Eastern Michigan University**

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**Federal Awards  
Supplemental Information  
June 30, 2012**



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## Independent Auditor's Report

To the Board of Regents  
Eastern Michigan University

We have audited the financial statements of the University and its discretely presented component unit of Eastern Michigan University ("University") as of and for the year ended June 30, 2012, which collectively comprise the University's basic financial statements, and have issued our report thereon dated October 30, 2012 which contained unqualified opinions on those financial statements. These basic financial statements are the responsibility of the University's management. Our responsibility is to express opinions on these basic financial statements based on our audit. We have not performed any procedures with respect to the audited financial statements subsequent to October 30, 2012.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of Eastern Michigan University Foundation were not audited in accordance with Government Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Eastern Michigan University's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis 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 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 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 financial statements as a whole.

October 30, 2012

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 Regents  
Eastern Michigan University

We have audited the financial statements of the University and its discretely presented component unit of Eastern Michigan University as of and for the year ended June 30, 2012, which collectively comprise the University's basic financial statements, and have issued our report thereon dated October 30, 2012. We have conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of Eastern Michigan University Foundation were not audited in accordance with *Government Auditing Standards*.

**Internal Control Over Financial Reporting**

Management of Eastern Michigan University is responsible for establishing and maintaining an effective internal control over financial reporting. In planning and performing our audit, we considered Eastern Michigan University's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the University's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the University's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

To the Board of Regents  
Eastern Michigan University

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Eastern Michigan University's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the Board of Regents, others within the University, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

October 30, 2012

DRAFT

Report on Compliance with Requirements That Could Have a  
Direct and Material Effect on Each Major Program and on  
Internal Control over Compliance in Accordance With OMB Circular A-133

To the Board of Regents  
Eastern Michigan University

**Compliance**

We have audited the compliance of Eastern Michigan University with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012. The major federal programs of Eastern Michigan University are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Eastern Michigan University's management. Our responsibility is to express an opinion on Eastern Michigan University's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on 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. Our audit does not provide a legal determination on Eastern Michigan University's compliance with those requirements.

In our opinion, Eastern Michigan University complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of each of its major federal programs for the year ended June 30, 2012.

To the Board of Regents  
Eastern Michigan University

### **Internal Control Over Compliance**

The management of Eastern Michigan University is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Eastern Michigan University's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the University'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.

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 deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the Board of Regents, others within the University, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

November 5, 2012



# Eastern Michigan University Draft

## Schedule of Expenditures of Federal Awards Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Federal CFDA Number	Federal Award Number	Federal Expenditures
<b>Student Financial Aid Cluster:</b>			
Loan and Loan Guarantee Programs:			
USDE: Perkins Loans Issued and Outstanding	84.038	-	\$ 11,496,996
USDE: Direct PLUS Loans	84.268	P268K111630	14,976,551
USDE: Direct Loan Stafford	84.268	P268K111630	136,346,711
ARRA USHHS: Nurse Faculty Loan Program - Loans Issued and Outstanding	93.408	IEOAPH15348-01-00	52,970
USHHS: Nurse Faculty Loan Program - Loans Issued and Outstanding	93.364	E01HP12946	42,077
Total Loan and Loan Guarantee Programs			<u>162,915,305</u>
U.S. Department of Education:			
USDE: Supplemental Education Opportunity Grant	84.007	P007A042005	864,838
USDE: College Work Study	84.033	P033A042005	843,995
USDE: CWS Job Locator	84.033	-	40,445
USDE: PELL Grants	84.063	P063P041630	34,572,767
USDE: Academic Competitiveness	84.375	P375A101630	1,500
USDE: Science and Math Access to Retain Talent	84.376	TITLE IV SMART	17,519
USDE: TEACH - Teacher Education Assistance for College and Higher Education Grant Program	84.379	P379T091630	249,872
Total U.S. Department of Education			<u>36,590,936</u>
Total Student Financial Aid Cluster			<u>199,506,241</u>
<b>Research and Development Cluster:</b>			
Department of Agriculture:			
Development of Novel Bio-based Polyols and Their Derivatives for Low VOC Coating Applications	10.200	C5722P1C5722P1	76,197
Total Department of Agriculture			<u>76,197</u>
Department of Commerce:			
NOAA: Coupled Remote Sensing and Biological Monitoring of Invasive Plant Species and Their Impacts on the Detroit River International Wildlife Refuge (CRSBM-DRIVWR)	11.417	NA09OAR4170172	300,552
NOAA: Sailing Elementary Teachers Toward Ocean Literacy Using Familiar Water Resources (funding part I)	11.469	NA07SEC4690004	56,280
Total Department of Commerce			<u>356,832</u>
Department of Defense:			
ONR Development of Biological Agents Destructive and Protective Fabric for Combat Soldiers and Security Personnel - Phase III	12.300	W911QY-10-C-0044	183,203
ONR Cross-National Analysis of Islamic Fundamentalism, Task I	12.300	N00014-09-1-0985	355,522
Air Force Office of Scientific Research: Hybrid Materials for Thermal Management in Thin Films and Bulk Composites	12.800	FA9550-08-1-0431 P0001	(9,045)
DoD Information Assurance Scholarship Program for 2010-2011 Academic Year: Basic Proposal, Annex I and Annex II	12.902	H98230 10 I 0394	1
DoD Information Assurance Scholarship Program for 2011-2012 Academic Year: Basic Proposal, Annex I and Annex II	12.902	H98230-11-0461	22,451
Total Department of Defense			<u>552,132</u>

See Notes to Schedule of Expenditures  
of Federal Awards.

# Eastern Michigan University Draft

## Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Federal CFDA Number	Federal Award Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of the Interior U.S. Geological Survey			
Ohio State University: Biodiversity Research in Ohio and Michigan	15.634	RF01280760 60032437	3,371
Great Lakes Science Center Analysis of Bacteria Concentrations	15.805	G11PX00027	12,154
Total Department of the Interior U.S. Geological Survey			15,525
Department of State Bureau of Educational and Cultural Affairs:			
Great Lakes Fishery Commission: Field Comparison of Eel-Ladder-Style and Traditional Sea Lampery Traps	19.087	-	21,584
U.S. Department of State Bureau of Educational and Cultural Affairs : Academic Exchange Programs: Fulbright Visiting Scholars Program	19.408	S-IZ-100-09-GR-101	1,932
Total Department of State Bureau of Educational and Cultural Affairs			23,516
National Aeronautics and Space Administration:			
NASA MSGC Operating Support	43.001	-	3,876
UM: Grassland Ecosystems and Societal Adaptations under Changing Grazing Intensity and Climate on the Mongolian Plateau	43.001	NNX09AK87G	79,470
Wayne County: Investigating Climate Change and Remote Sensing (ICCARS)	43.001	NNX10AD30A.02	108,699
Total National Aeronautics and Space Administration			192,045
National Science Foundation:			
NSF/AIR: The Impact of MSP Professional Development on the Quality of Instruction in Middle School Math and Science Classrooms	47.049	NSF 0929191 536.02865	5,450
NSF:Implementing the GOLD Community of Practice: Laying the Foundations for a Linguistics Cyberinfrastructure	47.075	0720122	(1,618)
NSF/DHB: Collaborative Research LL-Map Language	47.075	BCS-0527512	27,629
NSF: Interop: LEGO	47.075	BCS-0753321	150,251
NSF: "Collaborative Research" ELIIP: Endangered Languages Catalog	47.075	BCS-1057725	52,867
NSF: Collaborative Resarch: NeuroImaging and Hormonal Analyses	47.075	SES-1063564	18,201
NSF: The Physics Scholars Program at Eastern Michigan University	47.076	DUE-09661606	36,640
NSF: Creative Scientific Inquiry Experience	47.076	AWARD 0525514	133,400
A Meta-Analysis of the Effectiveness of Small-Group Instruction Compared to Lecture-Based Instruction in Science, Technology, Engineering, and Mathematics (STEM) College Courses-Year One	47.076	DRL-0815692	26,013
The Great Lakes Climate Change Science and Education Systemic Network (GLCCSESN), 2010-2011 (year 1)	47.076	DUE-1043278	201,536
NSF/UM: The Impact of Online Professional Development (IOPD)	47.076	3000766391	18,816
Coupled MGCM-MTGCM Mars Themosphere Simulations and Resulting Data Products in support of the MAVEN Mission	47.076	3001571633	43,921
ARRA/NSF: ICE - Integrating Cartographic Elements: Creating Resources Emphasizing Arctic Materials	47.082	ARC-0952335	15,240
Total National Science Foundation			728,346
Department of Justice:			
TEEN SERT: Student Emergency Response Training Program	97.068	2005-GT-TS-K015	4,331
Total Department of Justice			4,331
Department of Education:			
U.S. Census Bureau: Observing Census Enumeration	84.363	YA132310SE0311	13,107
Total Department of Education			13,107
Department of Health and Human Services:			
EMU Alzheimer's Education and Research Program	93.051	MICMHS/20121537/22	50,775
UM: NIH Michigan Bridges to Doctorate	93.187	I-R25-GM-0896387-02	156,767

See Notes to Schedule of Expenditures  
of Federal Awards.

# Eastern Michigan University Draft

## Schedule of Expenditures of Federal Awards (Continued)

### Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Federal CFDA Number	Federal Award Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Health and Human Services (Continued):			
EMU Alzheimer's Education and Research Program, 2010-2011	93.958	MICOM	13,459
The University of Michigan George M. O'Brien Renal Core Center	93.398	U OF M:3001703728	44,025
Evaluation of the Jackson Recovery Court	93.584	TI023096	8,326
Novel Targets in Thrombosis and Atherosclerosis, 2008-2010	93.839	3000998038 P01 HL 089407	44,294
Adherence to IDDM in Urban Youth	93.847	WSU10021	6,935
UM: NIH - Stroke Health and Risk Education	93.853	416093 5-901-NS06267	38,381
Signaling Cascades, Allosteric and the Pyrimidine Pathway	93.859	RFAGM01005	14,515
Michigan Level of Functioning Project - Year 15, 2010-2011	93.958	MDCH	16,523
Michigan Level of Functioning Project - Year 16, 201-2012	93.958	MDCH/W2215280	66,122
ARRA: NIH Characterization of Genetic Instability at Chromosomal Fragile Sites	93.701	IR15GM093929-01	122,175
ARRA/NIH: An individually Tailored Mammography Screening Intervention for Chinese Americans	93.701	IR21CA127825-01A2	125,178
Total Department of Health and Human Services			<u>707,475</u>
Total Research and Development Cluster			2,669,506
Trio Cluster - Department of Education:			
Upward Bound 2006 2011	84.047	P047A071054-09	360,550
Upward Bound - Competitive Renewal 2012-2013	84.047	P047A121310	16,825
McNair Postbaccalaureate Achievement Program	84.217	P217A070173-08	151,709
Total Trio Cluster			<u>529,084</u>
Workforce Investment Act Cluster:			
Washtenaw County: The B Side Workforce Investment	17.259	CR # 41558	55,012
USDL Workforce Investment	17.261	EA-18567-09-60-A-26	63,658
Total Workforce Investment Act Cluster			<u>118,670</u>
Total Clusters			202,823,501
Other federal awards:			
Department of Agriculture:			
University of Southern Mississippi: NFSMI Effectiveness of In-Classroom Breakfast Programs	10.574	USM-GR03970-002	50,310
MDNR - Regional Urban Tree Canopy Assessment	10.664	UFG 10-03	24,996
Total Department of Agriculture			75,306
Department of Justice:			
Comprehensive Wrap-Around Social Services for High-Risk Teen Parents and Their Families	16.541	2008-JL-FX-0079	120
Comprehensive Wrap-Around Social Services for High-Risk Teen Parents and Their Families, Part 2	16.541	2009-JL-FX-0230	74,016
Total Department of Justice			<u>74,136</u>
The Library of Congress: Illinois State University: The Arsenal for Democracy	42.unknown	RSP 08A031.45	17,805

# Eastern Michigan University Draft

## Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Federal CFDA Number	Federal Award Number	Federal Expenditures
Other federal awards (continued):			
National Aeronautics and Space Administration:			
NASA: Michigan Space Grant Cons. - Our Magnetic Universe	43.001	MSGC 10/11	(1,037)
NASA: Michigan Space Grant Cons. -Michigan Space Grant Fellowships, 2006-2007	43.001	M.S.G.C. - NASA	2,500
NASA: Michigan Space Grant Cons. - Here Comes the Sun	43.001	MSGC	5,000
Total National Aeronautics and Space Administration:			6,463
National Endowment for the Humanities:			
NEH: For Love of This Place: Interpreting the Campbell-De Young Farmstead Lincoln: The Constitution and Civil War Languages Lexicons Interoperable Through Standards Harmonization	45.129	Michigan Humanities Council	495
Relish - Rendering Endangered Languages Lexicons Interoperable Through Standards Harmonization	45.164	LL-50065-09	(161)
	45.169	HG-50010-09	112,347
Total National Endowment for Humanities			112,681
National Science Foundation:			
National Science Foundation: NSF ITEST Mayors Youth Tech Co NSF Robert Noyce Schlshp Program	47.076	0737589 DUE-0833286	49,142 52,215
Total National Science Foundation:			101,357
Small Business Administration:			
USSBA/GVSU: 2012 SBTDC Region	59.037		260,558
USSBA GVSU: 2011 SBTDC	59.037	1-603001-Z-0023-11	234,009
Total Small Business Administration			494,567
Environmental Protection Agency: Great Lakes Commission - Server Hosting and RAPIDS Main	66.034	EPA	53,774
Department of Energy: Building a Surface Science Laboratory in the Mark Jefferson Complex to Serve the Automobile Industry in Southeastern Michigan	81.049	DE-SC0005070	218,755
Department of Education:			
Michigan DECA-Competitive Renewal years)	84.048	103430	93,189
Michigan DECA-Competitive Renewal (One year with one additional renewal years)	84.048	103430	271
Michigan Skills USA-Competitive Renewal	84.048	103430	80,634
Michigan Skills USA-competitive Renewal (One year project period with one renewal)	84.048	103430-10136	3,863
MDLEG/CPF: Michigan FCCLA 2007-2008	84.048	093430-90134	(6,748)
Michigan Family, Career & Community Leaders of America (FCCLA) - Competitive Renewal (Y3 of 3)	84.048	103430-10134	3,521
Michigan Family, Career & Community Leaders of America (FCCLA) - Competitive Renewal	84.048	103430-10134	3,929
Michigan Family, Career & Community Leaders of America (FCCLA) - Renewal	84.048	103430-10136	56,530
Michigan Business Professionals of America (BPA) - Competitive Renewal	84.051	103430-10136	74,141
Michigan Business Professionals of America (BPA) - Competitive Renewal	84.051	103430-10131	222
MDLEG/CPF: Michigan DECA 2007-2008	84.051	0834430-80132	1,639
Minority Teacher Preparation Program: DREAMS	84.116	P116Z090282	(7,208)
A Community-Based Model for Emergency Management	84.184	Q184T090004	73,672

See Notes to Schedule of Expenditures  
of Federal Awards.

# Eastern Michigan University Draft

## Schedule of Expenditures of Federal Awards (Continued)

### Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Federal CFDA Number	Federal Award Number	Federal Expenditures
Other federal awards (Continued):			
Department of Education:			
Training Content Area Teachers to Teach English	84.194	T195N070245	246,780
Charter School Planning and Implementation Grant	84.282	090610-12	5,094
21st Century Community Learning Centers - Brighter Futures Year 3	84.287	D07067-COHORT D	(21,343)
21st Century Community Learning Centers - Brighter Futures Year 4 (Cohort D)	84.287	D07067-COHORT D	13,985
21st Century Community Learning Centers - Brighter Futures Year 5 (Cohort D)	84.287	D07067-COHORT D	660,630
21st Century Community Learning Centers, Bright Futures at Middle and High Schools (Cohort F)	84.287	F09025-COHORT F	(30,759)
21st Century Community Learning Centers, Bright Futures at Middle and High Schools, Year 2 (Cohort F)	84.287	F09025-COHORT F	8,839
22nd Century Community Learning Centers, Bright Futures at Middle and High Schools, Year 3 (Cohort F)	84.287	F09025-COHORT F	670,087
23rd Century Community Learning Centers, Bright Futures at Middle and High Schools, Year 4 (Cohort F)	84.287	F09025-COHORT F	34
GEAR UP Evaluation Planning Grant	84.334	34	51
USDE GEAR UP 2006 2012	84.334	P334A060204 84.334A	566,077
Michigan Department of Career Development KCP State GEAR-UP Program 2011-2011	84.334	10-00-02	6,684
Michigan Department of Career Development KCP State GEAR-UP Program 2011-2-17	84.334	11-00-02	34,305
Underground Railroad and Cultural Program: The Cooperative Underground Railroad Education Project. (CUREP)	84.345	P345A095005	29,642
Access Plus: EMU College Positive Communities Grant	84.378	CPC4-10	1,272
Eastern Michigan University Writing Project - 2010-2011	84.928	AMEND 20 90-MI01	1,371
Eastern Michigan University Writing Project - 2011-2012	84.928	AMEND 21 CONTRACT 92- MI01	27,800
Total Department of Education			2,598,204
Department of Health and Human Services:			
USDE/MDE:2004-2005 Michigan School Readiness Program	93.558	COHORT F	46,902
ARRA - Capacity Building of Nonprofit Organizations Servicing Distressed Communities in Wayne and Eastern Washtenaw Counties Michigan	93.711	90SI0009/01	251,777
Total Department of Health and Human Services			298,679
Corporation for National and Community Service: Pay It Forward: Strengthening communities Through Student-Lead Philanthropy	94.005	-	195
Department of Homeland Security:			
TEEN CERT: Student Citizen Response Train-the-Trainers Program	97.005	2005-GT-T5-K015	(195)
Texas Citizens Corp Prgram-CERT (Community Emergency Response Team)	97.005	-	4,700
Total Department of Homeland Security			4,505
Total other federal awards			4,056,427
Total federal expenditures			<u>\$ 206,879,928</u>

See Notes to Schedule of Expenditures  
of Federal Awards.

# Eastern Michigan University

## Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2012

### 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 under programs of the federal government for the year ended June 30, 2012. 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 Number	Amount Provided to Subrecipients
ARRA - Capacity Building of Nonprofit Organizations Servicing Distressed Communities in Wayne and Eastern Washtenaw Counties Michigan	93.711	\$ 320,700
ARRA: NIH Characterization of Genetic Instability at Chromosomal Fragile Sites	93.701	6,087
USSBA/GVSU: 2010 SBTDC Region	59.037	16,953
NOAA: Sailing Elementary Teachers Toward Ocean Literacy Using Familiar Water Resources (funding part I)	11.469	9,779
NSF: Interop: LEGO	47.075	517
NSF: A Meta-Analysis of the Effectiveness of Small-Group Instruction Compared to Lecture-Based Instruction in Science, Technology, Engineering and Mathematics (STEM) College Courses - Year One	47.076	136,387
DOD: ONR Cross-National Analysis of Islamic Fundamentalism, Task I	12.300	102,805
	Total	<u>\$ 593,228</u>

# Eastern Michigan University

## Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2012

### Note 3 - Loans Outstanding

During the fiscal year ended June 30, 2012, 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, 2012 amounted to \$302,638. The loans issued through the Nurse Faculty Loan Program (ARRA) and Nurse Faculty Loan Program (non-ARRA) during the year ended June 30, 2012 amounted to \$7,859 and \$22,972, respectively.

# Eastern Michigan University

## Schedule of Findings and Questioned Costs Year Ended June 30, 2012

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

#### Financial Statements

Type of auditor's report issued: Unqualified

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: Unqualified

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, 84.063, 84.268, 84.375, 84.376, 84.379, 93.408, and 93.364	Student Financial Aid Cluster ARRA - Capacity Building of Nonprofit Organizations Servicing Distressed Communities in Wayne and Eastern Washtenaw Counties Michigan
93.711	
Various	Research & Development Cluster

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**

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## **Schedule of Findings and Questioned Costs Year Ended June 30, 2012**

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

None

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

None

