

Central Michigan University

**Federal Awards
Supplemental Information
June 30, 2015**

Independent Auditor's Reports:

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

Independent Auditor's Report

To the Board of Trustees
Central Michigan University

We have audited the financial statements of Central Michigan University (the "University") and the discretely presented component unit of Central Michigan University as of and for the year ended June 30, 2015 and the related notes to the financial statements, which collectively comprise the University's basic financial statements. We issued our report thereon dated October 16, 2015, which contained unmodified opinions on the financial statements of the University and its component unit. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. We have not performed any procedures with respect to the audited financial statements subsequent to October 16, 2015. We did not audit the financial statements of Central Health Advancement Solutions (CHAS) which represent all of the assets, net assets, and revenue of the discretely presented component unit. Those financial statements were audited by other auditors, whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for CHAS, is based on the report of the other auditors.

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 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.

Plante & Moran, PLLC

October 16, 2015

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 Trustees
Central 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 financial statements of Central Michigan University (the "University") and the discretely presented component unit of Central Michigan University as of and for the year ended June 30, 2015 and related notes to the financial statements, which collectively comprise the University's basic financial statements, and have issued our report thereon dated October 16, 2015. Our report includes a reference to other auditors who audited the financial statements of Central Health Advancement Solutions (CHAS), as described in our report on Central Michigan University's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of CHAS were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Central 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 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 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.

To Management and the Board of Trustees
Central Michigan University

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 Central Michigan 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.

Plante & Morse, PLLC

October 16, 2015

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

Independent Auditor's Report

To the Board of Trustees
Central Michigan University

Report on Compliance for Each Major Federal Program

We have audited Central Michigan University's 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 its major federal program for the year ended June 30, 2015. Central Michigan University's major federal program is 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 its federal program.

Auditor's Responsibility

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

To the Board of Trustees
Central Michigan University

Opinion on Each Major Federal Program

In our opinion, Central 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 its major federal program for the year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of Central 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 Central 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, and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified a certain deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as Finding 2015-001, that we consider to be a significant deficiency.

Central Michigan University's response to the internal control over compliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs and/or corrective action plan. Central Michigan University's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

To the Board of Trustees
Central Michigan University

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.

Alente & Morse, PLLC

October 16, 2015

Central Michigan University

Schedule of Expenditures of Federal Awards Year Ended June 30, 2015

Federal Agencies / Grant Name	Direct/ Pass-through	Federal Catalogue Number	Federal or Pass-through Number	Expenses
Student Financial Assistance Cluster				
U.S. Department of Education				
Federal Work Study 2014-2015	Direct	84.033	P003A141985	\$ 904,082
Federal Perkins Loan Program- Loan & Loan Guarantees	Direct	84.038	N/A	6,300,729
William D. Ford Federal Direct Loan Sub Prog - 2013	Direct	84.268	P268K130222	(846)
William D. Ford Federal Direct Loan Unsub Prog - 2013	Direct	84.268	P268K130222	(42,876)
William D. Ford Federal Direct Loan Plus Prog - 2013	Direct	84.268	P268K130222	(8,798)
William D. Ford Federal Direct Loan Sub Prog - 2014	Direct	84.268	P268K140222	15,256
William D. Ford Federal Direct Loan Unsub Prog - 2014	Direct	84.268	P268K140222	65,662
William D. Ford Federal Direct Loan Plus Prog - 2014	Direct	84.268	P268K140222	113,552
William D. Ford Federal Direct Loan Sub Prog - 2015	Direct	84.268	P268K150222	42,582,929
William D. Ford Federal Direct Loan Unsub Prog - 2015	Direct	84.268	P268K150222	100,471,031
William D. Ford Federal Direct Loan Plus Prog - 2015	Direct	84.268	P268K150222	36,522,874
Federal Supplemental Educational Opportunity Grant 14-15	Direct	84.007	P007A141985	487,778
Federal Pell Grant Program 13-14	Direct	84.063	P063P130222	37,259
Federal Pell Grant Program 14-15	Direct	84.063	P063P140222	28,320,883
Teacher Education Assistance for College and Higher Education Grant 14-15	Direct	84.379	P379T150222	37,577
Total Student Financial Assistance Cluster				215,807,092
TRIO Cluster				
U.S. Department of Education				
CMU Upward Bound/Northwestern/Collegiate Prep 2013-14	Direct	84.047A	P047A121307-13	50,346
CMU Upward Bound/Northwestern/Collegiate Prep 2014-15	Direct	84.047A	P047A121307-14	146,566
Preparation for Success: CMU's Ronald E. McNair Scholars Program 2013-14	Direct	84.217A	P217A120131-13	57,269
Preparation for Success: CMU's Ronald E. McNair Program Year 2014-15	Direct	84.217A	P217A120131-14	168,973
Total TRIO Cluster				423,154
Special Education Cluster (IDEA)				
U.S. Department of Education				
Passed through Michigan Department of Education				
Michigan's Integrated Technology Supports 2013-14	Pass-through	84.027	I40470-ID37	420,124
Michigan's Integrated Mathematics Initiative 2013-14	Pass-through	84.027	I40470-2D37	169,347
Total Special Education Cluster (IDEA)				589,471
Research and Development Cluster				
U.S. Department of Agriculture				
Passed through Pennsylvania State University				
Hydrological-microbial interactions controlling landscape phosphorous mobility	Pass-through	10.310	4977-CMU-USDA-I636	53,161
U.S. Department of Commerce				
Passed through University of Wisconsin Green Bay				
Quantifying Coastal Wetland Nearshore Linkages in Lake MI	Pass-through	11.417	NA140AR140AR170092	2,098
Passed through University of Illinois then passed through University of Notre Dame				
Quantifying Coastal Wetland Nearshore Linkages in Lake MI	Pass-through	11.417	2014-02342-02	596
Passed through University of Michigan				
Effects of the Nearshore Shunt on Benthic Invasive Species	Pass-through	11.417	PO# 3003394670	19,497
Total U.S. Department of Commerce				22,191
U.S. Department of Defense				
Passed through Duke University				
Spectral Sampling Algorithms for Element Substitution in Critical Technologies	Pass-through	12.300	I4-ONR-1007	131,433
Passed through Advantech				
Design and Specification of Military Uniforms	Pass-through	12.CON	SP4701-I4-D-7003	51,749
Design and Specification of Military Uniforms	Pass-through	12.CON	SP4701--I4-D-7003	49,793
Total Passed through Advantech				101,542
U.S. Army Corps of Engineers				
Passed through University of Notre Dame				
Development of an Environmental Metagenetics Approach	Pass-through	12.CON	W912HQ-12-C-0073	1,385
U.S. Army Research Laboratory				
Novel Role of PrimPol in Mitochondrial Genome Maintenance	Direct	12.431	W911NF-15-I-0140	20,428
Total U.S. Department of Defense				254,788
U.S. Department of Justice				
Passed through Michigan Department of Human Services then passed through County of Gratiot				
Program Support Juvenile Justice In-home Care Programs for Rural Counties	Pass-through	16.CON	JJHC14-29001	20,692
Total U.S. Department of Justice				20,692

Central Michigan University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2015

Federal Agencies / Grant Name	Direct/ Pass-through	Federal Catalogue Number	Federal or Pass-through Number	Expenses
Research and Development Cluster (Continued)				
National Endowment for the Humanities				
Digitization of Michigan Newspapers	Direct	45.149	PJ-50100-12	\$ 26,030
Digitization of MI Newspapers	Direct	45.149	PJ-50100-12	110,154
Total National Endowment for the Humanities				136,184
National Science Foundation				
RET Site on Multidisciplinary Engineering Research for Rural Michigan's Future	Direct	47.041	EEC-1201095	161,548
Collaborative Research: Holey Reduced-Raphene-Oxide Film for Na-Ion Battery	Direct	47.041	CBET-1335944	61,937
MRI:Acquisition of a Vicon system for multi-disciplinary research and education	Direct	47.041	CBET-1337511	19,521
RET Site on Multidisciplinary Engineering Research for Rural Michigan's Future	Direct	47.041	EEC-1201095	6,000
BRAIN EAGER: Genetically Encoded Light Sources for Non-Invasive Optogenetics	Direct	47.041	CBET-1464686	91,591
REU Site in Algebra, Analysis, Geometry, Matrix Theory and Statistics	Direct	47.049	DMS-1156890	54,240
Magnetic Parameters from First-Principles	Direct	47.049	DMR-1206920	54,647
Nuclear Structure Studies Using Direct Reaction with Rare Isotope Beams	Direct	47.049	PHY-1306297	23,768
Double Penning Trap Mass Spectrometer for Direct Gamma-Ray Standard Calibrations	Direct	47.049	PHY-1307233	40,970
CAREER: Complete Ordering in Low-Dimensional Perovskites and Its Control	Direct	47.049	CHE-1434457	112,914
Studies of Exotic Nuclei with the MoNA LISA Neutron Detectors	Direct	47.049	PHY-1205357	24,169
Operadic Structures in Topological Recursion	Direct	47.049	DMS-1308604	30,665
SusChEM: Synthesis of Degradable Sugar Poly(ortho esters) from Renewable	Direct	47.049	CHE-1413033	65,704
Crystallization of Hydrous Silicic Magma in Nature and Experiments	Direct	47.050	EAR-1119379	49,034
Collaborative Research: Modeling DOC Dynamics from Landscapes to Coasts	Direct	47.050	OCE-1230261	76,026
Spatial and Temporal Growth of Upper Crustal Intrusions, Henry Mountains, Utah	Direct	47.050	EAR-1220340	9,834
Elucidating the role of animal heme peroxidase and organic complexing agents	Direct	47.050	EAR-1324060	60,461
Collaborative Research: Unraveling Molybdenum and Rhenium Speciation	Direct	47.050	EAR-1503596	5,424
BUMP Into Research at CMU! Project Years 2011-2012 & 2012-2013	Direct	47.074	DBI-0933964	20,747
Collaborative Research: The Impact of Disclosure History and Interviewing	Direct	47.075	SES-1121873	2,174
Next Generation Science Teacher Preparation	Direct	47.076	DUE-1245500	33,122
Enhancing STEM Education with Research-Based Environmental Experiments	Direct	47.076	DUE-1323470	130,654
Phillip Medina NSF Graduate Research Fellowship 2014-15	Direct	47.076	DGE-1441403	41,784
Using Graphene for Fuel Cells and Lithium Ion Battery Applications	Direct	47.076	DGE-1441403	9,641
Phillip Medina NSF Graduate Research Fellowship 2015	Direct	47.076	DGE-1441403	3,570
Genetic Connectivity & Biogeographic Patterns of Antarctic Benthic Invertebrates	Direct	47.078	ANT-1043670	21,218
US-Bahrain Cooperative Research: Intelligent Video Surveillance Systems	Direct	47.079	11A-1341126	13,852
Passed through Michigan State University				
Nuclear Structure, Nuclear Astrophysics and Mesoscopic Systems Year 3	Pass-through	47.049	PHY-1068217	9,244
Nuclear Structure, Mesoscopic Physics, and Double-Beta Decay	Pass-through	47.049	RC103848CMU	81,544
Total Passed through Michigan State University				90,788
Passed through University of California Riverside				
Critical New Perspectives on Molybdenum Cycling Under Modern and Experimental	Pass-through	47.050	1124327	28,219
Passed through University of Arizona				
TRMS: Regulation of Early Endosperm Development in Maize Year 5	Pass-through	47.074	Y550699	86,131
Passed through Salish Kootenai College				
All Nations Louis Stokes Alliance for Minority Participation 2013-2014	Pass-through	47.076	1102362	2,030
All Nations Louis Stokes Alliance for Minority Participation 2014-15	Pass-through	47.076	1102362	4,350
Total Passed through Salish Kootenai College				6,380
Passed through American Sociological Association				
Year 3 Longitudinal Study of Sociology Majors	Pass-through	47.075	1064651	10,966
Passed through University of Cincinnati				
Beyond Accessibility: Praxis, Practice and Lived Experience in the Accommodation	Pass-through	47.050	009402-004 PNI5030277	9,778
Total National Science Foundation				1,457,477
U.S. Department of Health and Human Services				
National Institutes of Health				
Genetically Encoded Light-Production and Light-Sensing for Neuronal Manipulation	Direct	93.242	7R21MH101525-03	124,186
Effects of Nitric Oxide on Smooth Muscle Cell Proliferations	Direct	93.837	R15HL106600-01	48,789
Metabolism and Toxicity of Nucleoside Reverse Transcriptase Year 4	Direct	93.837	5R01HL096480-04	209,924
Chemoenzymatic Synthesis of Trehalose Analogs for Investigating Mycobacteria	Direct	93.855	1R15AI117670-01	50,505
CpnA's Role in cAMP Signaling and the Actin Cytoskeleton in Dictyostelium	Direct	93.859	2R15GM078089-02	90,689
Mechanisms of RNP Granule Function in the Germ Line	Direct	93.859	1R15GM109337-01A1	66,570
Selective Prevention of Conduct Disorder in Historically Underserved Preschooler	Direct	93.865	1R21HD074269-01	3,143
Selective Prevention of Conduct Disorder Year 2	Direct	93.865	5R21HD074269-02	68,299
Passed through Health Foundation for South Florida then passed through Connect Familias, Inc.				
Asset-based Community Diagnosis Consultation in Little Havana	Pass-through	93.CON		11,054
Passed through University of Michigan				
Chemical Structure Effects on Bone Response to Mechanical Load Year 5	Pass-through	93.846	3001679198	45,449
Total U.S. Department of Health and Human Services				718,608

Central Michigan University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2015

Federal Agencies / Grant Name	Direct/ Pass-through	Federal Catalogue Number	Federal or Pass-through Number	Expenses
Research and Development Cluster (Continued)				
U.S. Department of Energy				
NUClear Computational Low-Energy Initiative (NUCLEI) Year 2	Direct	81.049	DE-SC0008529-0001	\$ 69,174
The Physics and Chemistry of Cluster-Based Catalyst Systems	Direct	81.049	DE-SC0001330	112,362
Spin-Forbidden Chemical Reactions Year 3	Direct	81.049	DE-SC0005027	28,175
Element Specific Atomic Arrangement of Binary and Ternary Alloy Catalysts	Direct	81.049	DE-SC0006877-0001	262,232
Passed through Argonne National Laboratory				
Microwave Synthesis of Li2MnO3 Nanocrystals-Argonne Guest Graduate Appointment	Pass-through	81.CON	5F-30461	7,200
Passed through University of North Carolina				
NUClear Computational Low-Energy Initiative	Pass-through	81.049	5-35923	15,012
Total U.S. Department of Energy				494,155
U.S. Department of Interior				
U.S. Fish & Wildlife Services				
Conservation of Freshwater Mussel Refuges	Direct	15.608	F10AP00121	17,625
Continued Monitoring of Rock Ramp Fish Passages in the Saginaw Bay Basin	Direct	15.608	F13AC00639	10,547
Quantification of Wetland-Off Shore Interconnectedness Using Stable Isotope	Direct	15.662	F14AP00520	60,547
Developing a Decision Support System for Prioritizing Protection	Direct	15.669	F14AP00412	28,366
Passed through University of Notre Dame				
Environmental DNA Surveillance: Applied Early Detection	Pass-through	15.608	UND FUND #201707	12,033
Passed through University of Minnesota				
Conservation of Common Terns in the Great Lakes	Pass-through	15.647	F11AP00081/F11AP00515	2,085
Passed through Texas Parks and Wildlife				
Habitat Use of Alligator Gar in Texas Coastal Zone	Pass-through	15.605	445879	10,000
Total U.S. Fish & Wildlife Services				141,203
Bureau of Indian Affairs				
Passed through Little River Band of Ottawa Indians				
Effect of Population Size and Isolation on Genetic Structure Zizania Populations	Pass-through	15.021		1,668
Total U.S. Department of Interior				142,871
U.S. Department of Justice				
Passed through Michigan State Police				
Michigan State Police Youth Academy FY 2015	Pass-through	16.738	72482-2-TEPD CMU-15	24,221
Michigan State Police Youth Leadership Academy	Pass-through	16.738	72482-1-14-B	49,467
Total U.S. Department of Justice				73,688
U.S. Environmental Protection Agency				
GLIC: Great Lakes Coastal Wetland Monitoring	Direct	66.469	GL-00E00612-8	1,803,856
Implementing Gull Exclusion at Public Beaches	Direct	66.469	GL-00E00851-1	1,190
Assessing Erie Canal Invasion Risk Using Environmental DNA	Direct	66.469	GL-00E01102-1	109,766
Passed through Michigan Department of Environmental Quality				
Aquatic Invasive Species Monitoring and Management	Pass-through	66.464	2013-0103	55,053
Passed through The Nature Conservancy				
Invasive Predator Suppression on Critical Spawning Reefs	Pass-through	66.469	101711-1	22,882
Total U.S. Environmental Protection Agency				1,992,747
Total Research and Development Cluster				5,366,562
Other Federal Awards				
U.S. Department of Health and Human Services				
Passed through Wayne State University then passed through Mid-Central Regional Health Education Alliance				
AHEC Infrastructure Development Programs Year 2	Pass-through	93.000	5U76HP20206-02	30,927
AHEC Infrastructure Development Programs Year 3	Pass-through	93.000	5U76HP20206-02	148,123
Total passed through Wayne State University then passed through Mid-Central Regional Health Education Alliance				179,050

See Notes to Schedule of Expenditures
of Federal Awards.

Central Michigan University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2015

Federal Agencies / Grant Name	Direct/ Pass-through	Federal Catalogue Number	Federal or Pass-through Number	Expenses
Other Federal Awards (Continued)				
U.S. Department of Health and Human Services (continued)				
Administration for Children and Families				
Passed through Eightcap, Inc.				
Early Childhood Collaborative with EightCAP Inc. - Year 2	Pass-through	93.600		\$ 49,564
Early Childhood Collaborative with EightCAP, Inc. - Year 3	Pass-through	93.600		65,993
Total Administration for Children and Families				115,557
National Institute of Health, National Library of Medicine				
Passed through University of Illinois				
Greater Midwest Region Exhibit Award	Pass-through	93.CON	HHSN-276-2011-00005C	623
Total National Institute of Health, National Library of Medicine				623
Total U.S. Department of Health and Human Services				295,230
U.S. Department of Education				
DeafBlind Central: Michigan's Training and Resource Project				
DeafBlind Central: Michigan's Training and Resource Project Year 2	Direct	84.326T	H326T130025	81,228
	Direct	84.326T	H326T130025-14	178,495
Passed through MI Campus Compact				
MCC/MNA GEAR UP/College Positive Volunteerism Year 3	Pass-through	84.334S	GU13-01	9,165
MCC/MNA GEAR UP/College Positive Volunteerism Year 4	Pass-through	84.334S	GU14-01	5,290
Total Passed through MI Campus Compact				14,455
Passed through MI DLEG - Workforce Development Agency				
MI GEAR UP 2013-14	Pass-through	84.334S	13-00-01	48,881
MI GEAR UP 2014-15	Pass-through	84.334S	14-00-01	88,891
Total Passed through MI DLEG - Workforce Development Agency				137,772
Improving Teacher Quality State Grants, ESEA Title II Part A				
Passed through Michigan Department of Education				
Pathway to College and Career Readiness: Reading and Writing Literature	Pass-through	84.367B	140290-007	178,301
A.L.L. KIDS	Pass-through	84.367B	100290-9909	(2,790)
Macomb Area Middle School Geography and History Project 2013-2014	Pass-through	84.367B	130290-012	45,238
Integrating Technology, Engineering and Math Skills into K-8	Pass-through	84.367B	130290-025	31,762
Macomb Area Geography and History Project 2014-2015	Pass-through	84.367B	140290-015	180,234
Total Improving Teacher Quality State Grants, ESEA Title II PartA				432,745
Passed through National Writing Project				
CRWP 2013 SEED Grant: PD in a High-Need School Grant	Pass-through	84.367D	09-MI12-SEED2012-1A	2,813
NWP 2014-2016 SEED Grant Proposal: Teacher Leadership Development	Pass-through	84.367D	09-MI12-SEED2012-2B	450
Total Passed through National Writing Project				3,263
Total U.S. Department of Education				847,958
National Endowment for the Humanities				
Passed through Michigan Humanities Council				
Toi: The Undertaker's Daughter	Pass-through	45.129	804 H13	6,823
Total National Endowment for the Humanities				6,823
Corporation for National and Community Service				
Passed through MI DLEG - Workforce Development Agency				
VISTA Support Funds 2015	Pass-through	94.013	14-00-01	3,783
U.S. Department of Agriculture				
Educating Future Physicians for Rural Practice: Distance Learning				
	Direct	10.855	MI0741-A16	160,679
Passed through Michigan Department of Education				
Child and Adult Food Program 2013-14	Pass-through	10.558	370005017	5,858
Child and Adult Care Food Program 2014-15	Pass-through	10.558	370005017	20,312
Total Passed through Michigan Department of Education				26,170
Total U.S. Department of Agriculture				186,849
Total non-Research				1,340,643
Total federal awards				\$ 223,526,922

See Notes to Schedule of Expenditures
of Federal Awards.

Central Michigan University

Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2015

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Central Michigan University under programs of the federal government for the year ended June 30, 2015. The information in this Schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the operations of Central Michigan University, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Central Michigan 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, as applicable, either the cost principles in OMB Circular A-21, *Cost Principles for Educational Institutions*, or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

Note 3 - Loans Outstanding

The University utilizes the services of University Accounting Services, Inc. to administer the repayment of Federal Perkins loans and perform certain due diligence procedures. The University issued loans totaling \$900,000 during the year ended June 30, 2015. These loan amounts are included in the federal expenditures presented in the Schedule.

Note 4 - Administrative Cost Allowance

The University received \$138,717 in administrative cost allowances for the Federal Perkins Loan Program during the year ended June 30, 2015.

Central Michigan University

Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2015

Note 5 - Subrecipient Awards

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

<u>Federal Program Title</u>	<u>CFDA Number</u>	<u>Amount Provided to Subrecipients</u>
GLIC: Great Lakes Coastal Wetland Monitoring	66.469	\$ 1,326,967
Conservation of Freshwater Mussel Refuges	15.608	17,250
Selective Prevention of Conduct Disorder in Historically Underserved Preschooler	93.865	2,078
Collaborative Research: Modeling DOC Dynamics from Landscapes to Coasts	47.050	3,830
Assessing Erie Canal Invasion Risk Using Environmental DNA	66.469	34,128
Element Specific Atomic Arrangement of Binary and Ternary Alloy Catalysts	81.049	142,936
Enhancing STEM Education with Research-Based Environmental Experiments	47.076	106,835
Selective Prevention of Conduct Disorder Year Two	93.865	7,420
Developing a Decision Support System for Prioritizing Protection	15.669	4,033
Chemoenzymatic Synthesis of Trehalose Analogs for Investigating Mycobacteria	93.855	2,161
Macomb Area Middle School Geography and History Project 2013-14	84.367B	17,505
Macomb Area Geography and History Project 2014- 2015	84.367B	85,568
Michigan's Integrated Technology Supports 2013-14	84.027	10,016
Michigan's Integrated Mathematics Initiative 2013-14	84.027	9,568
	Total	<u>\$ 1,770,295</u>

Central Michigan University

Schedule of Findings and Questioned Costs Year Ended June 30, 2015

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:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
84.033, 84.038, 84.268, 84.007, 84.063, 84.379	Student Financial Assistance Cluster

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

Auditee qualified as low-risk auditee? Yes No

Central Michigan University

Schedule of Findings and Questioned Costs (Continued) Year Ended June 30, 2015

Section II - Financial Statement Audit Findings

None

Section III - Federal Program Audit Findings

Reference

Number

Finding

2015-001 **Program Name** - Student financial assistance cluster (84.033, 84.038, 84.268, 84.007, 84.063, 84.379)

Pass-through Entity - N/A

Finding Type - Significant deficiency

Criteria - A school must offer any post-withdrawal disbursement of loan funds within 30 days of the date the school determined the student withdrew (34 CFR Section 628.22(j)). A school must always return any unearned Title IV funds it is responsible for returning within 45 days of the date the school determined the student withdrew (34 CFR Section 668.173(b)).

Condition - Students who withdrew from the school return of title IV funds were not submitted within the required 45 days.

Questioned Costs - None

Context - Of the sample of 40 students selected for return to title IV testing, three of those students did not have funds returned within the required 45-day period.

Cause and Effect - A control was lacking to ensure all returns of federal funds were transmitted in a timely fashion. As a result, returns were submitted late.

Recommendation - The University should implement controls to ensure timely return of funds.

Central Michigan University

Schedule of Findings and Questioned Costs (Continued) Year Ended June 30, 2015

Section III - Federal Program Audit Findings (Continued)

Reference Number	Finding
2015-001 (Cont'd.)	<p>Views of Responsible Officials and Planned Corrective Actions - Students were identified as withdrawals on May 22, 2015. From May 29 through June 18, Warriner Hall was closed for asbestos abatement. Return calculations were completed and sent to financial aid by June 26 for the three students identified. Between then and July 10, when funds were returned (49 days after determination), there were no financial aid adjustments made due to fiscal year-end processing procedures.</p> <p>The University will implement a process whereby the dates that returns are required to be posted by in order to meet the 45-day requirement will be clearly indicated when return of Title IV paperwork is provided to financial aid. The University will also allow for special financial aid adjustment files to be run when procedural conflicts arise that may delay the refunds.</p>

Central Michigan University

Summary Schedule of Prior Audit Findings Year Ended June 30, 2015

Prior Year Finding Number	Federal Program	Original Finding Description	Status	Planned Corrective Action
2014-001	Student financial assistance cluster (84.033, 84.038, 84.268, 84.007, 84.063, 84.379)	Of the 40 students selected for status change testing, two of those students did not have a status change reported in a timely manner. The two students reported late were unofficial withdrawal students.	Fully corrected	Reports are being pulled after all grades have been posted to accurately determine who unofficially withdrew.



Reference Number	Findings
2015-001	<p data-bbox="396 548 613 573">Summary of Issue</p> <p data-bbox="396 590 1425 779">A school must offer any post-withdrawal disbursement of loan funds within 30 days of the date the school determined the student withdrew. A school must always return any unearned Title IV funds it is responsible for returning within 45 days of the date the school determined the student withdrew. Testing identified 3 out of 40 students who did not have their funds returned within the required 45 day period.</p> <p data-bbox="396 835 711 861">Corrective Action Planned</p> <p data-bbox="396 877 1425 1108">Students were identified as withdrawals on May 22, 2015. From May 29 through June 18, Warriner Hall was closed for asbestos abatement. Return calculations were completed and sent to financial aid by June 26 for the three students identified. Between then and July 10, when funds were returned (49 days after determination), there were no financial aid adjustments made due to fiscal year-end processing procedures.</p> <p data-bbox="396 1165 1425 1354">The University will implement a process moving forward where the dates that returns are required to be posted by in order to meet the 45 day requirement will be clearly indicated when return of Title IV paperwork is provided to financial aid. The University will also allow for special financial aid adjustment files to be run when procedural conflicts arise that may delay the refunds.</p> <p data-bbox="396 1411 505 1436">Contacts</p> <p data-bbox="396 1453 927 1558">Cynthia Rubingh, Director Bethany Hawkes, Systems Analyst Student Account Services & University Billing</p> <p data-bbox="396 1614 748 1640">Anticipated Completion Date</p> <p data-bbox="396 1656 1045 1682">This process will be in place for the Fall 2015 semester.</p>