

**Agendum  
Oakland University  
Board of Trustees Formal Session  
April 12, 2021**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS,  
YEAR ENDED JUNE 30, 2020**  
**A Recommendation**

1. **Division and Department:** Finance and Administration, Controller's Office
2. **Introduction:** The Schedule of Expenditures of Federal Awards, Year Ended June 30, 2020 (Schedule) for Oakland University (University) has been completed (Attachment A).

The audit opinion of Plante & Moran P.L.L.C. (P&M) states, in part:

"In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole."

"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."

"The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards."

"In our opinion, the University complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2020."

Representatives from P&M presented the Schedule to the Board of Trustees' (Board) Audit Committee at the Committee's April 12, 2021 meeting. The Audit Committee unanimously recommended the Schedule be presented to the Board at their next formal session.

3. **Previous Board Action:** As a result of a competitive bid process, the public accounting firm of Plante & Moran was appointed by the Board on February 13, 2017, and reappointed on April 9, 2018, April 8, 2019 and April 6, 2020.
4. **Budget Implications:** The annual financial audits are budgeted for in the General Fund. No budget variances have occurred or are expected.
5. **Educational Implications:** None.
6. **Personnel Implications:** None.

**Schedule of Expenditures of Federal Awards,  
Year Ended June 30, 2020  
Oakland University  
Board of Trustees Formal Session  
April 12, 2021  
Page 2**

7. **University Reviews/Approvals:** The Schedule was prepared by the Controller's Office and reviewed by the Vice President for Finance and Administration, and President, audited by P&M, and presented to the Board's Audit Committee at its April 12, 2021 meeting.


8. **Recommendation:**

RESOLVED, that the Board of Trustees accepts the Schedule of Expenditures of Federal Awards, Year Ended June 30, 2020, which was audited by the Board of Trustees's public accounting firm, Plante & Moran P.L.L.C.


9. **Attachments:**

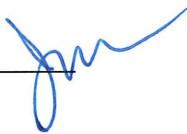
A. Schedule of Expenditures of Federal Awards, Year Ended June 30, 2020

Submitted to the President  
on 4-6, 2021 by

  
\_\_\_\_\_  
John W. Beaghan, CMA  
Vice President for Finance and Administration  
and Treasurer to the Board of Trustees

Recommended on 4-6, 2021  
to the Board of Trustees for Approval by

  
\_\_\_\_\_  
Ora Hirsch Pescovitz, M.D.  
President



---

# Oakland University

---

**Federal Awards Supplemental Information**

**June 30, 2020**

**Independent Auditor's Reports**

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	1
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	2-3
Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance	4-5
<b>Schedule of Expenditures of Federal Awards</b>	6-7
<b>Notes to Schedule of Expenditures of Federal Awards</b>	8
<b>Schedule of Findings and Questioned Costs</b>	9



**Plante & Moran, PLLC**  
Suite 300  
19176 Hall Road  
Clinton Township, MI 48038  
Tel: 586.416.4900  
Fax: 586.416.4901  
plantemoran.com

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

**Independent Auditor's Report**

To the Board of Trustees  
Oakland University

We have audited the basic financial statements of Oakland University as of and for the year ended June 30, 2020 and have issued our report thereon dated October 5, 2020, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. We have not performed any procedures with respect to the audited financial statements subsequent to October 5, 2020.

The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis, as required by the Uniform Guidance, 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*

March 17, 2021

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  
Oakland 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 Oakland University (the "University"), a component unit of the State of Michigan, as of and for the year ended June 30, 2020 and the related notes to the financial statements, which collectively comprise Oakland University's basic financial statements, as listed in the table of contents, and have issued our report thereon dated October 5, 2020.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the University's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control. Accordingly, we do not express an opinion on the effectiveness of the University's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

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

To Management and the Board of Trustees  
Oakland University

**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.

*Alante & Morax, PLLC*

October 5, 2020

Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance  
Required by the Uniform Guidance

**Independent Auditor's Report**

To the Board of Trustees  
Oakland University

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

We have audited Oakland University's (the "University") compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Compliance Supplement that could have a direct and material effect on each of the University's major federal programs for the year ended June 30, 2020. The 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 federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the University's major federal programs based on our audit of the types of compliance requirements referred to above.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the University's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the University's compliance.

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

In our opinion, the University complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of the major federal programs for the year ended June 30, 2020.

**Report on Internal Control Over Compliance**

Management of the University is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the University's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the University's internal control over compliance.



To the Board of Trustees  
Oakland University

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

*Plante & Morse, PLLC*

March 17, 2021

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2020

Federal Agency/Pass-through Agency/Program Title	CFDA Number	Pass-through Entity Identifying Number	Federal Expenditures	Total Amount Provided to Subrecipients
Research and Development Cluster:				
U.S. Department of Health and Human Services -				
National Institutes of Health:				
Arthritis, Musculoskeletal and Skin Diseases Research	93.846	N/A	\$ 296,977	\$ 34,532
Biomedical Research and Research Training	93.859	N/A	342,179	-
Vision Research	93.839	N/A	533,365	5,273
Passed through University of Michigan	93.839	1P30AG059300-01	11,945	-
Cancer Treatment Research	93.395	N/A	216,702	-
Cardiovascular Diseases Research -				
Passed through Blood Center of Wisconsin	93.837	2R01HL068835-13	5,804	-
Lung Disease Research	93.838	N/A	27,136	4,180
Blood Diseases and Research Resources	93.839	N/A	341,353	-
Technological Innovation to Improve Human Health Research	93.286	N/A	49,453	3,898
Diabetes, Digestive and Kidney Disease Research	93.847	N/A	115,476	-
Neurosciences and Neurological Disorder Research -	93.583	N/A	29,634	-
Passed through University of Minnesota	93.583	P007284501	123,847	-
AIDS Education and Training Centers -				
Passed through University of Illinois	93.145	U1OHA32109	20,000	-
Medical Library Assistance -				
Passed through University of Iowa	93.879	5UG4MLO12346-04	16,881	-
Environmental Health -				
Passed through Michigan State University	93.113	RC103336OU	50,723	-
Center for Disease Control and Prevention -				
National Institute on Disability, Independent Living, and Rehabilitation Research - Passed through University of Illinois	93.433	16227	4,251	-
United States Air Force:				
Basic and Applied Scientific Research	12.800	N/A	122,731	-
Basic Scientific Research:				
Passed through University of Central Florida	12.800	FA9559-19-1-0307	67,701	-
Passed through University of Pennsylvania	12.800	575203	5,639	-
Passed through University of Michigan	12.420	SUBK00011253	33,356	-
Passed through Southern Illinois University	12.431	W911NF-16-2-0148	25,981	-
National Science Foundation:				
Mathematical and Physical Sciences	47.049	N/A	390,037	-
Education and Human Resources	47.076	N/A	191,945	-
Engineering Grants	47.041	N/A	635,239	15,517
Passed through California-Irvine	47.041	2016-3359	118,187	-
Passed through RHK Technologies, Inc.	47.041	1721926	(1,547)	-
Computer and Information Science and Engineering	47.070	N/A	76,868	-
Biological Sciences	47.074	N/A	686,999	20,966
U.S. Department of Agriculture -				
Passed through Wayne State University	10.310	WSU15068	16,871	-
U.S. Department of Defense - National Security Agency -				
National Security Agency	12.903	N/A	86,994	-
National Center for Manufacturing Sciences - Basic Research Support Grant:				
Basic Research Support Grant	12.RD	N/A	288,119	-
Research and Technology Development:				
Passed through University of Michigan	12.910	SUBK00011120	132,959	-
Passed through United States Council for Automotive Research	81.RD	422263	5,272	-
Passed through Argonne Lab	81.RD	DE-AC02-06CH11357	38,890	-
Passed through the University of Illinois	81.087	17054-01	49,247	-
National Endowment for the Humanities:				
Basic Research Support Grant	45.149	N/A	686	-
Basic Research Support Grant	43.001	N/A	122,558	84,589
Education Grant -				
Passed through the Michigan Space Grant Consortium	43.008	3004457039	62,163	-
Agency for International Development (USAID) -				
Passed through Michigan State University	98.001	RC107580OU	17,980	-
Environmental Protection Agency -				
Basic Research Support Grant	66.469	N/A	37,650	-
Public Diplomacy Programs for Afghanistan and Pakistan	19.501	N/A	9,941	-
<b>Total Research and Development Cluster</b>			<b>5,408,192</b>	<b>168,955</b>

See notes to schedule of expenditures of federal awards.

## Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2020

Federal Agency/Pass-through Agency/Program Title	CFDA Number	Grant Award / Pass-through Identifying Number	Federal Expenditures	Total Amount Provided to Subrecipients
Student Financial Assistance Cluster -				
U.S. Department of Education:				
Federal Supplemental Educational Opportunity Grants	84.007	N/A	\$ 979,007	\$ -
Federal Work-Study Program	84.033	N/A	559,571	-
Federal Perkins Loan Program	84.038	N/A	1,021,358	-
Federal Pell Grant Program	84.063	N/A	23,306,542	-
William D. Ford Federal Direct Loan Program	84.268	N/A	105,748,056	-
National Faculty Loan Program	93.264	N/A	54,200	-
Federal TEACH Grant	84.379	N/A	145,474	-
Total Student Financial Assistance Cluster			131,814,208	-
TRIO Cluster -				
U.S. Department of Education - Upward Bound	84.047	N/A	571,571	-
Other federal awards -				
U.S. Department of Education - Higher Education Emergency Relief Funds (HEERF):				
COVID-19 - Education Stabilization Fund - Student Portion	84.425E	P425E201974	5,752,763	-
COVID-19 - Education Stabilization Fund - Institutional Portion	84.425F	P425F202929	312,457	-
Total HEERF			6,065,220	-
Economic Adjustment Assistance	11.307	N/A	45,899	13,960
Occupational Safety and Health Program	17.502	N/A	3,200	-
Promotion of the Arts -				
Passed through State of Michigan	45.025	20PS5651AC	7,500	-
Basic Research Support Grant -				
Passed through the Pacific Northwest National Laboratory	81.000	485894	38,614	-
Gear-Up	84.334	N/A	3,911	-
Passed through State of Michigan	84.334	16-00-09	42,000	-
Child Care Access Means Parents in School	84.335	N/A	43,200	-
Fostering Futures Scholarship passed through State of Michigan	93.558	N/A	18,000	-
Bureau of Health Resource and Service Administration				
Basic Instruction Grant, Nurse Anesthetist Training	93.124	N/A	29,605	-
Total other federal awards			6,868,720	13,960.00
Total federal awards			\$ 144,091,120	\$ 182,915

See notes to schedule of expenditures  
of federal awards.

## Notes to Schedule of Expenditures of Federal Awards

---

Year Ended June 30, 2020

### **Note 1 - Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Oakland University (the "University") under programs of the federal government for the year ended June 30, 2020. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Because the Schedule presents only a selected portion of the operations of the University, it is not intended to and does not present the financial position, changes in net position, or cash flows of the University.

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

Expenditures reported in the Schedule are reported on the same basis of accounting as the basic financial statements. Such expenditures are recognized following 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.

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

### **Note 3 - Adjustments and Transfers**

As allowable and in accordance with federal regulations issued by the U.S. Department of Education, in the year ended June 30, 2020, the University transferred \$390,021 of the 2019-2020 Federal Work-Study Program (84.033) award to the Federal Supplemental Educational Opportunity Grant award, which it expended in the 2019-2020 award year.

### **Note 4 - Federal Perkins Loan Program**

The University utilizes the services of University Accounting Services, Inc. (UAS) to administer the repayment of Perkins Loans and perform certain due diligence procedures. The UAS Compliance Attestation Examination of the Title IV Student Financial Assistance Programs report for the fiscal year ended June 30, 2020 was received and reviewed. No significant items of noncompliance or control weaknesses were noted. There was \$756,128 of Federal Perkins Loans (CFDA Number 84.038) outstanding as of June 30, 2020.

There were no program disbursements under the Federal Perkins Loans program for the year ended June 30, 2020.

**Schedule of Findings and Questioned Costs**

Year Ended June 30, 2020

**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      X   No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? \_\_\_\_\_ Yes      X   None reported

Noncompliance material to financial statements noted? \_\_\_\_\_ Yes      X   None reported

**Federal Awards**

Internal control over major programs:

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

Any audit findings disclosed that are required to be reported in accordance with Section 2 CFR 200.516(a)? \_\_\_\_\_ Yes      X   No

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster	Opinion
84.007, 84.033, 84.038, 84.063, 84.268, 93.264, 84.379 84.425E, 84.425F	Student Financial Assistance Cluster Higher Education Emergency Relief Funds (HEERF)	Unmodified Unmodified

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee?   X   Yes    \_\_\_\_\_ No

**Section II - Financial Statement Audit Findings**

Current Year    None

**Section III - Federal Program Audit Findings**

Current Year    None