

**STATE OF ILLINOIS  
NORTHERN ILLINOIS UNIVERSITY**

**COMPLIANCE EXAMINATION  
(In Accordance With the Single Audit Act  
and OMB Circular A-133)  
For the Year Ended June 30, 2013**

**Performed as Special Assistant Auditors for  
the Auditor General, State of Illinois**

**State of Illinois**  
**Northern Illinois University**  
**Compliance Examination**  
**(In Accordance With the Single Audit Act and OMB Circular A-133)**  
**For the Year Ended June 30, 2013**

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**FINANCIAL STATEMENT REPORT**

The University's financial statement report for the year ended June 30, 2013, which includes the independent auditors' report, management's discussion and analysis, basic financial statements and notes, has been issued separately. The University's report required under *Government Auditing Standards* for the year ended June 30, 2013, which includes the independent auditors' report on internal control over financial reporting and on compliance and other matters based on an audit of basic financial statements performed in accordance with *Government Auditing Standards* has also been issued separately.

**State of Illinois**  
**Northern Illinois University**  
**Compliance Examination**  
**(In Accordance With the Single Audit Act and OMB Circular A-133)**  
**For the Year Ended June 30, 2013**

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**Northern Illinois University**  
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**State of Illinois  
Northern Illinois University**

**Agency Officials**

---

|   |                      |
|---|----------------------|
| President, Current  | Douglas D. Baker     |
| President, Former   | John G. Peters       |
| Interim Executive Vice President and Provost  | Lisa Freeman         |
| Executive Vice President and Provost, Former  | Raymond W. Alden III |
| Interim Chief Financial Officer   | Nancy Sutzenfield    |
| Executive Vice President for Business and Finance,<br>and Chief of Operations, Former | Eddie R. Williams    |
| Vice President, Administration  | Steve Cunningham     |
| Vice President, University Advancement  | Michael P. Malone    |
| Vice President, Marketing and Communication   | Kathryn Buettner     |
| Vice President and General Counsel  | Jerry D. Blakemore   |
| Director of Internal Audit  | Danielle Schultz     |

**Financial Staff**

|                                 |                |
|---------------------------------|----------------|
| Controller                      | Keith Jackson  |
| Assistant Controller            | Barbara Seldal |
| Director of Treasury Operations | Tamara Farley  |
| Bursar                          | Kinga Mauger   |

University offices are located at:

300 Altgeld Hall  
DeKalb, Illinois 60115



**Northern Illinois  
University**

*Division of Finance*

DeKalb, Illinois 60115-2828  
815-753-1508  
Fax 815-753-1950

February 24, 2014

McGladrey LLP  
20 N. Martingale Rd., Ste. 500  
Schaumburg, IL 60173-2420

Ladies and Gentlemen:

We are responsible for the identification of, and compliance with, all aspects of laws, regulations, contracts, or grant agreements that could have a material effect on the operations of Northern Illinois University (University). We are responsible for and we have established and maintained an effective system of internal controls over compliance requirements. We have performed an evaluation of the University's compliance with the following assertions during the year ended June 30, 2013. Based on this evaluation, we assert that during the year ended June 30, 2013, the University has materially complied with the assertions below.

- A. The University has obligated, expended, received and used public funds of the State in accordance with the purpose for which such funds have been appropriated or otherwise authorized by law.
- B. The University has obligated, expended, received and used public funds of the State in accordance with any limitations, restrictions, conditions or mandatory directions imposed by law upon such obligation, expenditure, receipt or use.
- C. The University has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.
- D. State revenues and receipts collected by the University are in accordance with applicable laws and regulations and the accounting and recordkeeping of such revenues and receipts is fair, accurate and in accordance with law.
- E. Money or negotiable securities or similar assets handled by the University on behalf of the State or held in trust by the University have been properly and legally administered, and the accounting and recordkeeping relating thereto is proper, accurate and in accordance with law.

*Learning Today, Leading Tomorrow*

Northern Illinois University is an Equal Opportunity/Affirmative Action Institution.

Yours very truly,

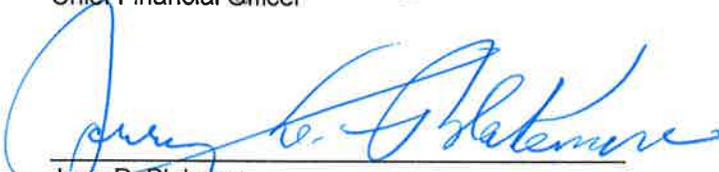
Northern Illinois University



\_\_\_\_\_  
Douglas D. Baker,  
President



\_\_\_\_\_  
Nancy Suttinfield,  
Chief Financial Officer



\_\_\_\_\_  
Jerry D. Blakemore,  
Vice President and General Counsel

**State of Illinois  
Northern Illinois University**

**Compliance Report Summary  
For the Year Ended June 30, 2013**

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The compliance testing performed during this examination was conducted in accordance with *Government Auditing Standards* (GAS) and in accordance with the Illinois State Auditing Act.

**ACCOUNTANTS' REPORT**

The Independent Accountants' Report on State Compliance, on Internal Control over Compliance and on Supplementary Information for State Compliance Purposes does not contain scope limitations or disclaimers. The report refers to other auditors. However, there is no other significant nonstandard language.

**SUMMARY OF FINDINGS**

| <b><u>Number of</u></b>                           | <b><u>Current Report</u></b> | <b><u>Prior Report</u></b> |
|---|------------------------------|----------------------------|
| Findings  | 9                            | 9                          |
| Repeated findings                                 | 3                            | 4                          |
| Prior recommendations implemented or not repeated | 6                            | 1                          |

***SCHEDULE OF FINDINGS AND QUESTIONED COSTS***

| <b><u>Item No.</u></b>  | <b><u>Page</u></b> | <b><u>Description</u></b>   | <b><u>Finding Type</u></b>                  |
|---|--------------------|-----------------------------|---|
| <b>Findings (Government Auditing Standards)</b>               |                    |                             |   |
| 2013-001  | 15                 | Financial Reporting Process | Significant Deficiency                      |
| <b>Findings and Questioned Costs<br/>(Federal Compliance)</b> |                    |                             |   |
| 2013-002  | 16                 | Transparency Act Reporting  | Significant Deficiency<br>and Noncompliance |
| 2013-003  | 17                 | Annual Reporting            | Significant Deficiency<br>and Noncompliance |

**State of Illinois  
Northern Illinois University**

**Compliance Report Summary (Continued)  
For the Year Ended June 30, 2013**

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| <b>Item No.</b>                    | <b>Page</b> | <b>Description</b>                                     | <b>Finding Type</b>                      |
|------------------------------------|-------------|--|--|
| <b>Findings (State Compliance)</b> |             |  |  |
| 2013-004                           | 18          | Failure to Submit Proper Time Reporting                | Significant Deficiency and Noncompliance |
| 2013-005                           | 19          | Failure to Prepare High School Feedback System Reports | Significant Deficiency and Noncompliance |
| 2013-006                           | 20          | Failure to Submit Accurate C-15 Reports                | Significant Deficiency and Noncompliance |
| 2013-007                           | 22          | Incomplete Documentation in Contracts and Leases       | Significant Deficiency and Noncompliance |
| 2013-008                           | 25          | Revenue Recognition                                    | Significant Deficiency and Noncompliance |
| 2013-009                           | 26          | Inadequate Firewall Controls                           | Significant Deficiency and Noncompliance |

In addition, the following finding which is reported as a current finding relating to *Government Auditing Standards* also meets the reporting requirements for State Compliance.

|          |    |                             |  |
|----------|----|-----------------------------|--|
| 2013-001 | 15 | Financial Reporting Process | Significant Deficiency and Noncompliance |
|----------|----|-----------------------------|--|

**Prior Findings Not Repeated**

|   |    |  |  |
|---|----|--|--|
| A | 27 | Inadequate Cash Management Procedures  |  |
| B | 27 | Data Collection Form and Single Audit Reporting Package Not Submitted Timely |  |
| C | 27 | Performance Reporting Data Not Submitted                                     |  |
| D | 27 | Noncompliance with Requirements Applicable to the Buy-American Act           |  |
| E | 28 | Inadequate Disaster Contingency Planning                                     |  |
| F | 28 | Failure to Comply with the Identity Protection Act                           |  |

**EXIT CONFERENCE**

The University waived an exit conference in correspondence dated February 12, 2014. Responses to the recommendations were provided by Nancy Suttentfield, Interim Chief Financial Officer, in correspondence dated February 12, 2014.



**Independent Accountants' Report on State Compliance, on  
Internal Control Over Compliance, and on Supplementary  
Information for State Compliance Purposes**

Honorable William G. Holland  
Auditor General  
State of Illinois

and

Anthony A. Iosco, Honorable Chair of the  
Legislation, Audit, External Affairs and Compliance Committee

**Compliance**

As Special Assistant Auditors for the Auditor General, we have examined Northern Illinois University's (University) compliance with the requirements listed below, as more fully described in the Audit Guide for Financial Audits and Compliance Attestation Engagements of Illinois State Agencies (Audit Guide) as adopted by the Auditor General, during the year ended June 30, 2013. The management of the University is responsible for compliance with these requirements. Our responsibility is to express an opinion on the University's compliance based on our examination.

- A. The University has obligated, expended, received, and used public funds of the State in accordance with the purpose for which such funds have been appropriated or otherwise authorized by law.
- B. The University has obligated, expended, received, and used public funds of the State in accordance with any limitations, restrictions, conditions or mandatory directions imposed by law upon such obligation, expenditure, receipt or use.
- C. The University has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.
- D. State revenues and receipts collected by the University are in accordance with applicable laws and regulations and the accounting and recordkeeping of such revenues and receipts is fair, accurate and in accordance with law.
- E. Money or negotiable securities or similar assets handled by the University on behalf of the State or held in trust by the University have been properly and legally administered and the accounting and recordkeeping relating thereto is proper, accurate, and in accordance with law.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants; the standards applicable to attestation engagements contained in *Government Auditing Standards* issued by the Comptroller General of the United States; the Illinois State Auditing Act (Act); and the Audit Guide as adopted by the Auditor General pursuant to the Act; and, accordingly, included examining, on a test basis, evidence about the University's compliance with those requirements listed in the first paragraph of this report and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the University's compliance with specified requirements.

In our opinion, Northern Illinois University complied, in all material respects, with the compliance requirements listed in the first paragraph of this report during the year ended June 30, 2013. However, the results of our procedures disclosed instances of noncompliance with the requirements, which are required to be reported in accordance with criteria established by the Audit Guide, issued by the Illinois Office of the Auditor General and which are described in the accompanying schedule of findings and questioned costs as items 2013-001, 2013-004, 2013-005, 2013-006, 2013-007, 2013-008, and 2013-009.

## **Internal Control**

The management of Northern Illinois University is responsible for establishing and maintaining effective internal control over compliance with the requirements listed in the first paragraph of this report. In planning and performing our examination, we considered the University's internal control over compliance with the requirements listed in the first paragraph of this report to determine the examination procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with the Audit Guide issued by the Illinois Office of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of the University's 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 the requirements listed in the first paragraph of this report 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 requirement listed in the first paragraph of this report will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance 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 certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2013-001, 2013-004, 2013-005, 2013-006, 2013-007, 2013-008, and 2013-009, that we consider to be significant deficiencies.

As required by the Audit Guide, immaterial findings excluded from this report have been reported in a separate letter to your office.

The University's responses to the findings identified in our examination are described in the accompanying schedule of findings and questioned costs. We did not examine the University's responses and, accordingly, we express no opinion on the responses.

## **Supplementary Information for State Compliance Purposes**

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the business-type activities and the aggregate discretely presented component units of Northern Illinois University (University), a component unit of the State of Illinois, as of and for the year ended June 30, 2013, which collectively comprise the University's basic financial statements, and have issued our report thereon dated November 21, 2013, which contained unmodified opinions on those financial statements. Our report was modified to include a reference to other auditors. Our audit was conducted for the purpose of forming our opinions on the financial statements that collectively comprise the University's basic financial

statements. We have not performed any procedures with respect to the audited financial statements subsequent to November 21, 2013.

The accompanying Supplementary Information for the year ended June 30, 2013 in Schedules 1 through 15 and 21 through 24, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the University. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The accompanying Supplementary Information for the year ended June 30, 2013 in Schedules 1 through 15 and 21 through 24, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying Supplementary Information for the year ended June 30, 2013 in Schedules 1 through 15 and 21 through 24 is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2013.

We have also previously audited, in accordance with auditing standards generally accepted in the United States of America, the University's basic financial statements for the year ended June 30, 2012 (not presented herein), and have issued our report thereon dated February 15, 2013, which contained unmodified opinions on the financial statements of the business-type activities and the aggregate discretely presented component units. The accompanying Supplementary Information, in Schedules 2 through 10, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the University. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The accompanying Supplementary Information for the year ended June 30, 2012 in Schedules 2 through 10 has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying Supplementary Information for the year ended June 30, 2012 in Schedules 2 through 10 is fairly stated in all material respects in relation to the basic financial statements as a whole from which it has been derived.

The accompanying Supplementary Information in Schedules 16 through 20 and in the Analysis of Operations section have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

This report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor, University management, the Board of Trustees and 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.

*McGladrey LLP*

Schaumburg, Illinois  
February 24, 2014, except for our report on the Supplementary Information  
for State Compliance Purposes, as to which the date is November 21, 2013



**Independent Auditors' Report on Internal Control Over Financial Reporting  
and on Compliance and Other Matters Based on an Audit  
of Financial Statements Performed in Accordance with  
Government Auditing Standards**

Honorable William G. Holland  
Auditor General  
State of Illinois

And

Anthony A. Iosco, Honorable Chair of the  
Legislation, Audit, External Affairs, and Compliance Committee

As Special Assistant Auditors for the Auditor General, we have audited, in accordance with the 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 the business-type activities of Northern Illinois University (University) and its aggregate discretely presented component units, collectively a component unit of the State of Illinois, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the University's basic financial statements, and have issued our report thereon dated November 21, 2013. Our report includes a reference to other auditors who audited the financial statements of the discretely presented component units as described in our report on the 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.

**Internal Control Over Financial Reporting**

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

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given those 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. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings as item 2013-001 that we consider to be a significant deficiency.

### **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*.

### **Northern Illinois University's Response to Findings**

The University's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The University's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

### **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.

A handwritten signature in cursive script that reads "McGladrey LLP".

Schaumburg, Illinois  
November 21, 2013



**Independent Auditors' Report on Compliance for  
Each Major Federal Program, on Internal Control  
Over Compliance, and on the Schedule of Expenditures  
of Federal Awards Required by OMB Circular A-133**

Honorable William G. Holland  
Auditor General  
State of Illinois

and

Anthony A. Iosco, Honorable Chair of the  
Legislation, Audit, External Affairs, and Compliance Committee

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

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

The schedule of expenditures of federal awards and our audit described below does not include expenditures of federal awards for those agencies determined to be component units of the University for financial statement purposes.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditors' Responsibility***

Our responsibility is to express an opinion on compliance for each of the University's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and 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 the University's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

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

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

## **Other Matters**

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2013-002, and 2013-003. Our opinion on each major federal program is not modified with respect to these matters.

The University's responses to the noncompliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The University's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

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

Management of the University is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the University's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with 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. *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 certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2013-002, and 2013-003 that we consider to be significant deficiencies.

The University's responses to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The University's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

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.

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

We have audited the financial statements of the business-type activities and the aggregate discretely presented component units of the University as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the University's basic financial statements. We issued our report thereon dated November 21, 2013, which contained unmodified opinions on those financial statements. Our report was modified to include a reference to other auditors. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain other additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*McGladrey LLP*

Schaumburg, Illinois  
February 24, 2014, except for the Schedule of Expenditures  
of Federal Awards, as to which the date is November 21, 2013

**State of Illinois  
Northern Illinois University  
Schedule of Findings and Questioned Costs  
Summary of Auditors' Results  
For the Year Ended June 30, 2013**

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**Financial Statements**

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? \_\_\_\_\_ Yes   X   No

**Federal Awards**

Internal control over major programs:

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

Type of auditors' 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?   X   Yes \_\_\_\_\_ No

Identification of major programs:

| <b><u>Name of Federal Program or Cluster</u></b>                | <b><u>CFDA Number</u></b>  |
|---|--|
| Student Financial Assistance Cluster                            | 84.007<br>84.033<br>84.038<br>84.063<br>84.185<br>84.268<br>84.379 |
| Broadband Technology Opportunities Program - ARRA               | ARRA 11.557  |
| Health Information Technology Regional Extension Centers - ARRA | ARRA 93.718  |
| Research and Development Cluster                                | Multiple   |

Dollar threshold used to distinguish between Type A and Type B programs: \$1,153,265

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

**State of Illinois  
Northern Illinois University  
Schedule of Findings and Questioned Costs  
Current Findings – Government Auditing Standards  
For the Year Ended June 30, 2013**

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**Finding 2013-001: Financial Reporting Process**

Northern Illinois University (the University) needs to improve internal control over financial statement reporting.

During our review of the draft financial statements, we noted the University did not properly accrue interest on a capital lease. As a result of bringing this to their attention, the University recorded an adjustment of approximately \$4.3 million to increase interest expense.

*Government Accounting Standards Board (GASB) No. 62 paragraph 218* – During the lease term, each minimum lease payment should be allocated between a reduction of the obligation and interest expense/expenditure to produce a constant periodic rate of interest on the remaining balance of the obligation.

According to the University management, the error resulted from management using a cash based repayment schedule for the principal and interest instead of re-calculating interest expense over the entire term of the agreement.

Submitting incomplete and inaccurate draft financial statements delays completion of the audit process and delays the timely release of the University's financial reports to users. Also, insufficient and/or ineffective controls over financial reporting could lead to significant reporting inaccuracies in the financial statements. (Finding Code No. 2013-001, 12-1, 11-1)

**Recommendation**

We recommend the University improve controls over financial reporting to ensure accurate presentation and disclosure of the University's annual financial statements.

**University Response**

The University agrees.

**State of Illinois  
Northern Illinois University  
Schedule of Findings and Questioned Costs  
Current Findings – Federal Compliance  
For the Year Ended June 30, 2013**

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**Finding 2013-002: Transparency Act Reporting**

**Federal Agency:** National Science Foundation

**Federal Program Title:** Research and Development Cluster - Education and Human Resources

**CFDA Number:** 47.076

**Questioned Costs:** None.

The University did not meet the Federal Funding Accountability and Transparency Act (Transparency Act) reporting requirements for one Research and Development Cluster program.

During our testing of reporting requirements for Research and Development Cluster programs, we noted one instance in which the reporting required under the Transparency Act was not submitted in a timely manner. For the “Collaborative Research: WLSIM2, The Next Generation Landform Simulator (Award No. DUE-1140375)” grant, the University made a subaward subject to Transparency Act requirements dated October 31, 2012. However, the University did not report this subaward to the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS) until February 26, 2013, approximately 3 months after the due date of November 30, 2012.

2 CFR Part 170, Appendix A requires recipients of prime awards subject to the Transparency Act to report each action that obligates \$25,000 or more in Federal funds for a subaward to an entity. Appendix A states that each obligating action must be reported no later than the end of the month following the month in which the obligation was made.

OMB Circular A-133 Subpart C. Section .300(b) requires that nonfederal entities receiving Federal awards maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs.

University officials stated that the information was submitted to the Federal Funding Accountability and Transparency Act Subaward Reporting System as soon as the University became aware that the grant fell under the scope of the Transparency Act.

Failure to report obligating events in accordance with Transparency Act requirements results in the information not being made available to the public in a timely manner and results in the University failing to comply with its obligations under its contract with the National Science Foundation.  
(Finding Code No. 2013-002)

**Recommendation**

We recommend that the University review and update its subaward policies and procedures to ensure that there is a process in place to ensure that subawards are reported to FSRS in a timely manner.

**University Response**

The University Agrees.

**State of Illinois  
Northern Illinois University  
Schedule of Findings and Questioned Costs  
Current Findings – Federal Compliance  
For the Year Ended June 30, 2013**

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**Finding 2013-003: Annual Reporting**

**Federal Agency:** National Science Foundation

**Federal Program Title:** Research and Development Cluster - Trans-NSF Recovery Act Research Support

**CFDA Number:** 47.082

**Questioned Costs:** None.

The University did not meet the annual reporting requirements for one Research and Development Cluster program.

During our testing of reporting requirements for Research and Development Cluster programs, we noted one instance in which the required annual report was not submitted in a timely manner. Out of five Research and Development Cluster grants with annual reporting requirements tested, we noted that one annual report was submitted 5 days late. The annual report for the “Collaborative Research: Integrative Study of Machine Ice Sheet Stability and Subglacial Life Habitats – Robotic Access to Grounding-zones for Exploration & Science (Award No. ANT-0839107)” grant was due between June 1, 2013 and September 1, 2013, but was not submitted until September 6, 2013.

In accordance with National Science Foundation’s Award and Administration Guide, annual reports are to be filed 90 days prior to the end of the current budget period. The report is considered due during the 90 day period and the report becomes overdue the day after the 90 day period ends.

OMB Circular A-133 Subpart C. Section .300(b) requires that nonfederal entities receiving Federal awards maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs.

University officials stated that the delay was caused by the significant amount of time that had to be used by the principal investigator in re-planning the project as the scheduled time for fieldwork was cut in half due to the Federal Sequester.

Failure to submit timely reports may delay processing of additional funding and administrative actions, including, but not limited to, no cost extensions. In the case of continuing grants, failure to submit timely reports may delay processing of funding increments. (Finding Code No. 2013-003)

**Recommendation**

We recommend that the University review and update its non-financial reporting policies and procedures to ensure that there is a process in place to ensure that non-financial reports are submitted in advance of reporting deadlines.

**University Response**

The University agrees.

**State of Illinois  
Northern Illinois University  
Schedule of Findings and Questioned Costs  
Current Findings – State Compliance  
For the Year Ended June 30, 2013**

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**Finding 2013-004: Failure to Submit Proper Time Reporting**

The University did not require all employees to submit time sheets as required by the State Officials and Employees Ethics Act.

We noted that the University had not fully implemented the requirement to collect data from all employees to be in compliance with the Act. For hourly employees tested, a timesheet broken down to the nearest quarter hour was submitted. However, for non-hourly employees no time sheets are maintained.

The State Officials and Employees Ethics Act (Act) (5 ILCS 430) requires the University to adopt personnel policies consistent with the Act. The Act (5 ILCS 430/5-5(c)) further states, "The policies shall require State employees to periodically submit time sheets documenting the time spent each day on official State business to the nearest quarter hour."

The Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires the University to establish and maintain a system, or systems, of internal fiscal and administrative controls, which shall provide assurance that resources are utilized efficiently, effectively, and in compliance with applicable law; obligations and costs are in compliance with applicable law; funds, property, and other assets and resources are safeguarded against waste, loss, unauthorized use, and misappropriation; revenues, expenditures, and transfers of assets, resources, or funds applicable to operations are properly recorded and accounted for to permit the preparation of accounts and reliable financial and statistical reports and to maintain accountability over the State's resources; and funds held outside the State Treasury are managed, used, and obtained in strict accordance with the terms of their enabling authorities and that no unauthorized funds exist.

University officials noted that they have encountered difficulties in implementing the program to track time reporting for faculty members.

By not requiring appropriate time sheets from all of its employees, the University lacks complete documentation of the time spent by faculty and staff on official state business as contemplated by the Act. (Finding Code Nos. 2013-004, 12-6, 11-3, 10-1, 09-4, 08-4, 07-7, 06-4, 05-6)

**Recommendation**

We recommend the University continue its efforts to develop and implement a program to require all employees to submit time sheets in accordance with the Act.

**University Response**

The University agrees.

**State of Illinois  
Northern Illinois University  
Schedule of Findings and Questioned Costs  
Current Findings – State Compliance  
For the Year Ended June 30, 2013**

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**Finding 2013-005: Failure to Prepare High School Feedback System Reports**

Northern Illinois University (University) did not prepare High School Feedback System reports for high schools within the State.

The Northern Illinois University Law (Law) (110 ILCS 685/30-80) requires the University – in collaboration with Chicago State University, Eastern Illinois University, Governors State University, Illinois State University, Northeastern Illinois University, Southern Illinois University, the University of Illinois, and Western Illinois University – annually prepare and submit a single report to each high school within the State concerning the academic progress and success of the high school's former students. Pursuant to the Law, the report must include the number of high school graduates enrolled in each university and the major of each, the number of high school graduates who have withdrawn from each university, and student performance in university coursework.

University officials stated that the University submits the requested data to the State agency responsible for collecting all the data and issuing the final report, and that agency has not issued the report with the requirements of the Law.

Failure to prepare and submit High School Feedback System reports to the State's high schools limits opportunities for the high schools to identify areas for improving student success in university coursework and represents noncompliance with the Northern Illinois University Law. (Finding Code No. 2013-005)

**Recommendation**

We recommend the University collaborate with the other State universities to prepare High School Feedback System reports for each high school within the State, or seek a legislative remedy.

**University Response**

The University agrees.

**State of Illinois  
Northern Illinois University  
Schedule of Findings and Questioned Costs  
Current Findings – State Compliance  
For the Year Ended June 30, 2013**

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**Finding 2013-006: Failure to Submit Accurate C-15 Reports**

Northern Illinois University's C-15 Property reports were inaccurate.

Approximately \$1.5 million of fiscal year 2012 equipment additions were reported as fiscal year 2013 additions on the University's September 30, 2012 C-15 Property report and approximately \$2.5 million of fiscal year 2013 equipment additions acquired during the last quarter of fiscal year 2013 were not included as additions on the June 30, 2013 C-15 Property report. The noted C-15's did not indicate that there were any additions included in the current quarter related to the previous quarter that were not previously reported.

During our reconciliation of the University's C-15s to financial records, we noted that several items were included in construction in progress on the University's C-15 for the period ended June 30, 2013 that had been placed in service during fiscal year 2013. The largest of these items were the new student residence hall approximating \$113.1 million of the C-15 construction in progress amount and the renovation of another building approximating \$17.7 million. This resulted in the overstatement of the University's reported construction in progress and an understatement of the reported buildings total. We noted that these items were placed in service in an earlier period during fiscal year 2013, though the C-15 for the relevant quarter and subsequent quarters were not updated to reflect the assets being placed into service.

The State Comptroller Act (15 ILCS 405/17) requires the University to report to the Comptroller of the State of Illinois (Comptroller), on forms prescribed by the Comptroller, all property acquired or disposed of by the University in such detail and at such times as the Comptroller requires in order to allow the Comptroller to maintain a current inventory record of all property held by or on behalf of the State or any State agency.

Statewide Accounting Management System (SAMS) Procedure 01.10.50 states that Agency heads have the overall responsibility to see that the fiscal management programs and procedures prescribed by the Comptroller are carried out.

SAMS Procedure 29.20.10 requires the University to report all additions in each asset category that occurred during the quarter being reported. Any additions being reported that relate to the prior period that were not previously reported are to be separately identified in the "Amount of additions not previously reported" line item.

SAMS Procedure 29.20.10 states "The cost of land, land improvements, site improvements, buildings and equipment should include the agency's cost of completed and substantially completed (i.e., ready for its intended use) facilities whether constructed or acquired by the Capital Development Board or the agency".

The Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires the University to establish and maintain a system, or systems, of internal fiscal and administrative controls, which shall provide assurance that revenues, expenditures, and transfers of assets, resources, or funds applicable to operations are properly recorded and accounted for to permit the preparation of accounts and reliable financial and statistical reports and to maintain accountability over the State's resources.

University officials stated that the differences are due to timing. The fourth quarter C-15 Property report is due by 7/30, while the financial statements are due by 9/30. Classification changes and accrual entries made for financial statement presentation made subsequent to 7/30 are included in the following quarter's C-15 report.

**State of Illinois  
Northern Illinois University  
Schedule of Findings and Questioned Costs  
Current Findings – State Compliance  
For the Year Ended June 30, 2013**

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**Finding 2013-006: Failure to Submit Accurate C-15 Reports (Continued)**

Failure to file accurate C-15 reports may impede the State Comptroller's ability to maintain accurate and current property information at a summary level. This may impact the Comptroller's ability to respond to inquiries from the general public and other users of Statewide property information. (Finding Code No. 2013-006)

**Recommendation**

We recommend that the University review its policies and procedures to ensure that the C-15 Property reports are completed with all relevant fields completed in accordance with SAMS procedures and that all information contained within the C-15 Property report is accurate as possible. If any amounts reported in the initial C-15 filing are adjusted subsequent to the initial filing, we recommend the University submit an amended C-15 Property report.

**University Response**

The University agrees.

**State of Illinois  
Northern Illinois University  
Schedule of Findings and Questioned Costs  
Current Findings – State Compliance  
For the Year Ended June 30, 2013**

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**Finding 2013-007: Incomplete Documentation in Contracts and Leases**

Northern Illinois University has not established adequate internal controls over contracts and leases to ensure that they are approved prior to performance, completed in their entirety prior to execution, and/or that they contain all necessary elements, provisions, certifications and/or clauses.

During our review of 46 contracts executed during the year ending June 30, 2013 totaling \$81,060,589, we noted the following exceptions, affecting 21 of the contracts (46%):

- 3 contracts were not approved prior to performance.
- 7 contracts were missing required contract elements, such as contractor FEIN number and address or legible University authorizer name underneath signature.
- 14 contracts were missing one or more of the following certifications or clauses:
  - The Prohibited Bidders and Contractors certification.
  - The Subcontractor Utilization Statement.
  - The Subcontractor Disclosure.
  - The Forced Labor Act certification.
  - The Felony Conviction Act.
  - The Domestic Products certification.
  - The Child Labor Act certification.
  - The Disclosure of Identity of Owners and Trust Beneficiaries and Conflicts of Interest certification.
  - The Bribery Clause.
  - The Debt Delinquency certification.
  - The Environmental Protection Act certification.
  - The Illinois Use Tax certification.
  - The Access to & Right to Audit Records certification.
  - The State Board of Elections certification.
  - The Steel Production Procurement Act certification.

During our review of 2 out of 19 total leases executed during the year ending June 30, 2013, we noted the following:

- 1 lease had provisions for improvements to be performed by the lessor, but penalties for nonperformance were not included.
- 1 lease did not have a "Real Estate Lease Form - Disclosure Statement" Exhibit 15.20.40-C. This form needs to be completed prior to the agency entering into the lease per the Public Officer Prohibited Activities Act.
- 1 lease did not include the following clauses and certifications:
  - A reasonably detailed description of the location of the building being leased.
  - The Appropriation Contingency Clause
  - The Bribery Clause.
  - The Debt Delinquency certification.
  - The Drug free workplace certification.
  - The Environmental Protection Act certification.
  - The Prohibited Bidders and Contractors certification.
  - The Illinois Use Tax certification.
  - The Access to & Right to Audit Records certification.
  - The Lessor's Federal taxpayer Identification Number and legal status disclosure certification.
  - The Termination Clause

**State of Illinois  
Northern Illinois University  
Schedule of Findings and Questioned Costs  
Current Findings – State Compliance  
For the Year Ended June 30, 2013**

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**Finding 2013-007: Incomplete Documentation in Contracts and Leases (Continued)**

The Illinois Procurement Code (30 ILCS 500 et seq.) and Statewide Accounting Management System (Procedure 15.20 et seq. and 15.10.40) requires contracts and leases to contain certain signatures, clauses, and certifications.

The Illinois Procurement Code (30 ILCS 500/40-55) requires each lease to provide for a penalty upon the lessor's failure to make improvements agreed upon in the lease.

The Public Officer Prohibited Activities Act (50 ILCS 105/3.1) requires each contract relating to the use of real property entered into by and between the University and a property owner to include a written disclosure subscribed under oath that identifies every owner and beneficiary having any interest in the property (with certain limitations) to be provided prior to executing the contract.

Northern Illinois University Business Procedure Manual (Procedure No. 4-13) states "All contracts must be signed prior to any performance."

Northern Illinois University Business Procedure Manual (Procedure No. 9-12) states "All contracts must be fully executed prior to performance. No work on any contract may begin until all authorized parties to the contract have signed a formal written document."

Northern Illinois University Business Procedure Manual (Procedure No. 9-12) states "All contracts will be entered into within the limitations imposed by federal and state law, including, but not limited to, equal opportunity legislation, the Illinois Procurement Code, conflict of interest statutes, and federal tax exemptions and non-discrimination statutes."

The Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires the University to establish and maintain a system, or systems, of internal fiscal and administrative controls, which shall provide assurance that resources are utilized efficiently, effectively, and in compliance with applicable law; obligations and costs are in compliance with applicable law; funds, property, and other assets and resources are safeguarded against waste, loss, unauthorized use, and misappropriation; revenues, expenditures, and transfers of assets, resources, or funds applicable to operations are properly recorded and accounted for to permit the preparation of accounts and reliable financial and statistical reports and to maintain accountability over the State's resources; and funds held outside the State Treasury are managed, used, and obtained in strict accordance with the terms of their enabling authorities and that no unauthorized funds exist.

University officials stated that, as a result of the fiscal year 2012 audit, the University started a detail review of the processes involving contracts and leases to determine a best practice model in obtaining certifications and necessary contractual elements, and the applicability of each certification and implemented changes in the second half of fiscal year 2013. The University continues to make modifications and improvements to this process.

**State of Illinois  
Northern Illinois University  
Schedule of Findings and Questioned Costs  
Current Findings – State Compliance  
For the Year Ended June 30, 2013**

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**Finding 2013-007: Incomplete Documentation in Contracts and Leases (Continued)**

Failure to fully execute a contract prior to the commencement of services leaves the University vulnerable to unnecessary liabilities and potential legal problems. Failure to include the appropriate penalties for nonperformance of leasehold improvement obligations may expose the University to financial risks should the lessor fail to provide the property improvements expected under the lease. In addition, failure to include all required contractual elements, certifications, and/or clauses in contracts may result in the goods or services received failing to comply with state statutes and regulations. (Finding Code Nos. 2013-007, 12-7)

**Recommendation**

We recommend the University implement appropriate procedures to ensure contracts are properly approved prior to performance. Further, the University should continue to implement procedures to ensure that all contracts and leases include the required contractual elements, certifications, and clauses.

**University Response**

The University agrees.

**State of Illinois  
Northern Illinois University  
Schedule of Findings and Questioned Costs  
Current Findings – State Compliance  
For the Year Ended June 30, 2013**

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**Finding 2013-008: Revenue Recognition**

Northern Illinois University overstated the amount of deferred revenue in fiscal year 2012 which resulted in an overstatement of revenue in fiscal year 2013.

Deferred income for one of the colleges was incorrectly recorded as \$291,648 at June 30, 2012 when only \$58,176 should have been deferred. The correction of this error in fiscal year 2013 resulted in an overstatement of revenue by \$233,472 in fiscal year 2013.

Governmental Accounting Standards Board (GASB) Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, states revenue from exchange transactions generally should be recognized when an exchange, in the ordinary course of operations, is affected. GASB 62 also states that current liabilities should include collections received in advance of the performance of services.

NIU policy requires the University to recognize revenue under the accrual basis of accounting, which requires revenue to be recognized when earned.

The Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires the University to establish and maintain a system, or systems, of internal fiscal and administrative controls, which shall provide assurance that resources are utilized efficiently, effectively, and in compliance with applicable law; obligations and costs are in compliance with applicable law; funds, property, and other assets and resources are safeguarded against waste, loss, unauthorized use, and misappropriation; revenues, expenditures, and transfers of assets, resources, or funds applicable to operations are properly recorded and accounted for to permit the preparation of accounts and reliable financial and statistical reports and to maintain accountability over the State's resources; and funds held outside the State Treasury are managed, used, and obtained in strict accordance with the terms of their enabling authorities and that no unauthorized funds exist.

University officials believe the error was due to the practice of allowing each college to calculate its own deferred revenue and the inadequate training of the individuals making the calculation.

The error resulted in fiscal year 2013 revenue being overstated by \$233,472. Failure to recognize revenue in accordance with Generally Accepted Accounting Principles could result in the University's financial statements being materially misstated; however, this error did not materially misstate the fiscal year 2013 financial statements as the error was immaterial. (Finding Code No. 2013-008)

**Recommendation**

We recommend that the University centralize the calculation of deferred revenue at the main accounting office and rely on the colleges only for supporting information.

**University Response**

The University agrees.

**State of Illinois  
Northern Illinois University  
Schedule of Findings and Questioned Costs  
Current Findings – State Compliance  
For the Year Ended June 30, 2013**

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**Finding 2013-009: Inadequate Firewall Controls**

The University has not adequately deployed and maintained a firewall network to protect the University network and computing resources.

A firewall stands between a network and serves to block unauthorized requests and only allowing designated traffic. The primary purpose of a firewall is to control the incoming and outgoing network traffic by analyzing data packets and determining whether it should be allowed through or not, based on a predetermined rule set.

During our audit, we noted:

- The University did not ensure all University systems were adequately protected by firewalls that met baseline requirements.
- Some University systems had no firewall protection.
- Some University firewall configurations had critical weaknesses such as allowing access to protected networks through the guest network.
- The lack of centralized firewall management caused inconsistent firewall configurations and excessive staff burden to deploy firewall updates.

Generally accepted information technology guidance endorses the development of well-designed and well-managed controls to protect computer systems and data. Effective computer security controls provide for safeguarding, securing, and controlling access to networks and computer systems.

The Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires the University to establish and maintain a system, or systems, of internal fiscal and administrative controls, which shall provide assurance that revenues, expenditures, and transfers of assets, resources, or funds applicable to operations are properly recorded and accounted for to permit the preparation of accounts and reliable financial and statistical reports and to maintain accountability over the State's resources.

University Management stated that this configuration for firewall management was set up because the University has a large public address block and manages its own autonomous system. However, the University has embarked on a project to centralize its firewall management.

Inadequate firewall network and configurations allow the direct exposure of systems to the public internet increases the ability of attackers to exploit and penetrate networks and systems. (Finding Code No. 2013-009)

**Recommendation**

We recommend the University complete its plans to centralize firewall management and ensure all University networks and systems are adequately protected from Internet based exposures.

**University Response**

The University agrees.

**A. Finding: Inadequate Cash Management Procedures**

During the prior examination, it was noted that the University's Math and Science Partnership grants had monthly cash balances which exceeded the subsequent month's expenditures. (Finding Code Nos. 12-2 and 11-2)

**Disposition**

In the current fiscal year, our testing did not appear to indicate any instances of monthly cash balances which exceeded the subsequent month's expenditures in the University's math and science partnership grants.

**B. Finding: Data Collection Form and Single Audit Reporting Package Not Submitted Timely**

During the prior examination, it was noted that the University submitted its fiscal year 2011 data collection form and single audit reporting package to the Federal Audit Clearinghouse after the due date. (Finding Code No. 12-3)

**Disposition**

In the current year, our testing indicated that the fiscal year 2012 data collection form and single audit reporting package were submitted in a timely manner.

**C. Finding: Performance Reporting Data Not Submitted**

During the prior examination, it was noted that the University failed to submit a required performance report for its U.S. Department of Energy "State Energy Program – ARRA" grant. (Finding Code No. 12-4)

**Disposition**

In the current year, our testing did not disclose any reporting requirements for the "State Energy Program" grant as the grant period had concluded in fiscal year 2012.

**D. Finding: Noncompliance with Requirements Applicable to the Buy-American Act**

During the prior examination, it was noted that the University did not include required Buy-American language in a construction contract funded by American Recovery and Reinvestment Act funds (State Energy Program (ARRA)). (Finding Code No. 12-5)

**Disposition**

In the current year, our testing did not disclose any instances of noncompliance with Buy-American Act requirements under the State Energy Program grant as no further contracts were awarded under the grant.

**E. Finding: Inadequate Disaster Contingency Planning**

During the prior examination, the University had not assured an adequately developed and tested contingency plan existed to recover its critical systems.

**Disposition**

During the current examination, our testing indicated the University established a contingency plan. Although not a comprehensive test, we found the University had prepared for recovery testing during the summer of 2012 and performed a disaster contingency test with regard to its ERP system in December 2012. (Finding Code Nos. 12-8, 11-4, 10-2 and 09-5)

**F. Finding: Failure to Comply with the Identity Protection Act**

During the prior examination, the University failed to implement the provisions of the Identity Protection Act and had not issued an identity-protection policy.

**Disposition**

During the current examination, our testing indicated the University had formally established an identity-protection policy. The policy was included within the University's policies and procedures found on the University's website. (Finding Code No. 12-9)

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Northern Illinois University  
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|---|----------------|--|-------------------------|---------------------|
| <b>STUDENT FINANCIAL ASSISTANCE CLUSTER</b>   |                |  |                         |                     |
| <u>DEPARTMENT OF EDUCATION</u>  |                |  |                         |                     |
| Federal Supplemental Educational Opportunity Grants G7B70075  | 84.007         | P007A111243                                  | \$ 839,064              | \$ -                |
| Federal Work-Study Program G7B70070/G7B70117  | 84.033         | P033A111243                                  | 497,934                 | -                   |
| Federal Pell Grant Program G7B69974/G7B70021/G7B70076   | 84.063         | P063P111370                                  | 29,807,548              | -                   |
| Teacher Education Assistance for College and Higher Education Grants<br>(TEACH) G7B70077  | 84.379         | P379T121370                                  | 86,580                  | -                   |
| <b>Total Student Financial Assistance Cluster</b>   |                |  | <u>31,231,126</u>       | <u>-</u>            |
| <b>RESEARCH AND DEVELOPMENT CLUSTER</b>   |                |  |                         |                     |
| <u>NATIONAL SCIENCE FOUNDATION</u>  |                |  |                         |                     |
| Engineering Grants:   |                |  |                         |                     |
| CAREER: Advanced Photochemical Paradigms for Enhanced<br>Photovoltaics and Photocatalysis G1A62475  | 47.041         | CBET-1150617                                 | 71,029                  | -                   |
|   |                |  | <u>71,029</u>           | <u>-</u>            |
| Mathematical and Physical Sciences:   |                |  |                         |                     |
| Superelectrophilic Considerations in Heterocyclic Chemistry<br>G1A62310   | 47.049         | CHE-0749907                                  | (2,341)                 | -                   |
| Collaborative Research: Synchrotron X-Ray Scattering<br>Experiments on Solid Helium G1A62329  | 47.049         | DMR-0804591                                  | 29,359                  | -                   |
| Nano-Magnetic Nano & G1A62365   | 47.049         | CHE-0906179                                  | 88,747                  | -                   |
| Matrix-like Representations G1A62370  | 47.049         | DMS-0908239                                  | 1,432                   | -                   |
| Detector Research for ILD G1A62372  | 47.049         | PHY-0935322                                  | 23,189                  | -                   |
| Research in High Energy Physics: Theory and Phenomenology of<br>Supersymmetry G1A62461  | 47.049         | PHY-1068369                                  | 32,934                  | -                   |
| Application of Statistics in Assessing Nanoreliability G1A62493   | 47.049         | DMS-1208273                                  | 17,129                  | -                   |
| Passed-Through John Hopkins University:<br>LHC Theory Initiative Research Fellowship G6A63977   | 47.049         | 2000884975                                   | 4,944                   | -                   |
| Passed-Through Columbia University:<br>US ATLAS Operations: Empowering US Universities for<br>Discoveries at the Energy Frontier G6A64044   | 47.049         | 5-25191 PO G03010                            | 142,656                 | -                   |
| Passed-Through University of Chicago<br>Development of Ultrafast Tracking Electronics for the ATLAS<br>Trigger G6A64070   | 47.049         | FP048009-C                                   | 15,431                  | -                   |
|   |                |  | <u>353,480</u>          | <u>-</u>            |
| Geosciences:  |                |  |                         |                     |
| Collaborative Research: RUI Tropical Holocene Climate Insights from<br>Andean Paloglacier Dynamics G1A62514   | 47.050         | EAR-1344476                                  | 5,249                   | -                   |
|   |                |  | <u>5,249</u>            | <u>-</u>            |
| Biological Sciences:  |                |  |                         |                     |
| Subgenomic RNAs in Genetic Reco G1A62366  | 47.074         | MCB-0920617                                  | 82,904                  | -                   |
| CAREER: Library Based Design of Linked Equilibria to Control<br>Protein Interactions G1A62395   | 47.074         | MCB-0953323                                  | 56,990                  | -                   |
| Collaborative Research: LTREB: Climatic Change and Community<br>Organization Across three Tropic Levels: Long-Term Research<br>at a Sentinel Site in Semiarid North-Central Chile<br>G1A62396 | 47.074         | DEB-0947224                                  | 3,953                   | -                   |
| Collaborative Research: Ecological Diversification and molecular<br>Evolution of Grasses (Poaceae) G1A62459   | 47.074         | DEB-1120761                                  | 47,489                  | -                   |
|   |                |  | <u>191,336</u>          | <u>-</u>            |

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|--|----------------|--|-------------------------|---------------------|
| <b>RESEARCH AND DEVELOPMENT CLUSTER (CONTINUED)</b>  |                |  |                         |                     |
| <u>NATIONAL SCIENCE FOUNDATION (CONTINUED)</u>   |                |  |                         |                     |
| Social, Behavioral, and Economic Sciences:   |                |  |                         |                     |
| Impact of Simulated Climate Change on Sugar Maple at the<br>Hardwood/Boreal Forest Ecotone G1A62281  | 47.075         | BCS-0724256                                  | \$ 12,035               | \$ -                |
| Collaborative Research: Terror G1A62350  | 47.075         | SES-0854256                                  | 7,448                   | -                   |
| Effects of Simulated Climate Change on Soil Microbial Diversity and<br>Plant Microbe Association in Lake Superior Provincial Park,<br>Canada G1A62374                                    | 47.075         | BCS-0924009                                  | 14,043                  | -                   |
| REU Site: Operation Etank: Moving Toward a Sustainable World<br>G1A62478   | 47.075         | SMA-1156789                                  | 67,565                  | -                   |
| NGOs and Nation Building: Impact of NGOs on Haiti's Internally<br>Displaced People (IDP) G1A62513  | 47.075         | BCS-1339616                                  | 16,299                  | 12,906              |
| Fellowship for Christopher Budnick: Do Implementation Intentions<br>Facilitate Job Search Behaviors for the Unemployed?<br>G1A62516  | 47.075         | None   | 3,278                   | -                   |
|  |                |  | <u>120,668</u>          | <u>12,906</u>       |
| Education and Human Resources:   |                |  |                         |                     |
| Dev & Field Test of Internet-Based Multimedia Simulation and<br>Remote Laboratory of Laser Cladding for In-Service<br>Technicians G1A62255   | 47.076         | DUE-0703123                                  | (1,453)                 | -                   |
| Looking Inside High School Science Classrooms: An Exploration of<br>Males' & Females' Subjective Experience G1A62322   | 47.076         | HRD-0827526                                  | 2,654                   | -                   |
| Development of a Cognitive Tutor for Training Social and Behavioral<br>Science Students in Research Methods Fundamentals<br>G1A62335   | 47.076         | DUE-0737068                                  | 2,282                   | -                   |
| Universal Environment for Delivering Remote-Laboratories within the<br>STEM Disciplines G1A62356   | 47.076         | DUE-0837138                                  | 9,805                   | -                   |
| Collaborative Research: Modern Manufacturing Education -<br>Collaborative Teaching and Learning Experiment G1A62409  | 47.076         | DUE-0941079                                  | 16                      | -                   |
| Navigate, Balance and Retain: Developing Success in Mid-Career for<br>Female STEM Faculty G1A62428   | 47.076         | DUE-1015932                                  | 33,822                  | -                   |
| IMUSLE-Incremental Mindset and Utility for Science Learning and<br>Engagement G1A62460   | 47.076         | HRD-1136143                                  | 201,641                 | -                   |
| Renewable Energy Technology Across the Engineering Technology<br>Curriculum G1A62480   | 47.076         | DUE-1140447                                  | 56,739                  | -                   |
| Internet Accessible Remote Laboratories with Collaborative Design<br>G1A62490  | 47.076         | DUE-1140502                                  | 33,640                  | -                   |
| Collaborative Research: WILSIM2, The Next Generation Landform<br>Simulator G1A62492  | 47.076         | DUE-1140375                                  | 50,441                  | 3,515               |
| Doctoral Dissertation Research: The Effects of Honeysuckle<br>Encroachment on White Oak Savannas in Relation to<br>Understory Light, Soil and Dispersal G1A62499                         | 47.076         | BCS-1234727                                  | 3,457                   | -                   |
| Passed-Through Highland Community College:<br>Development and Field Test of a Remote Laboratory and<br>Web-Based Learning Modules for Wind Turbine Field<br>Technician Training G6A63985 | 47.076         | 1003448-NIU-1                                | (15)                    | -                   |
| Passed-Through Technical Education Research Centers, Inc. (TERC)<br>FUN:An EAGER Proposal for the Finland-US Network for<br>Engagement and STEM Learning G6A64077                        | 47.076         | DRL-1252709                                  | 7,206                   | -                   |
|  |                |  | <u>400,235</u>          | <u>3,515</u>        |
| Polar Programs:  |                |  |                         |                     |
| Southern Ocean Diatom Taphonomy & Paleoproductivity: A Laboratory<br>Study of Silica Degradation and Export G1A62430   | 47.078         | ANT-1043690                                  | 76,373                  | -                   |
| Fate of Drilling Fluids During the South McMurdo Sound Project of the<br>Antarctic Geological Drilling Program G1A62434  | 47.078         | ANT-1043740                                  | 70,868                  | -                   |
| Passed-Through University of Nebraska at Lincoln:<br>Collaborative Research: ANDRILL- MIS Project G6A63809   | 47.078         | 25-0550-0001-005                             | 5,662                   | -                   |
| Antarctic Drilling Contamination Effects on Pristine<br>Microbial Communities and GeoChemical<br>Conditions G6A63943   | 47.078         | 25-0550-0001-128                             | 2,929                   | -                   |
|  |                |  | <u>155,832</u>          | <u>-</u>            |
| Office of Cyberinfrastructure:   |                |  |                         |                     |
| Collaborative Research: Scalable Multiscale Models for the<br>Cerebrovasculature: Algorithms, Software and Petaflop<br>Simulations G1A62371  | 47.080         | OCI-0904500                                  | 137,445                 | -                   |
|  |                |  | <u>137,445</u>          | <u>-</u>            |

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|---|----------------|--|-------------------------|---------------------|
| <b>RESEARCH AND DEVELOPMENT CLUSTER (CONTINUED)</b>   |                |  |                         |                     |
| <u>NATIONAL SCIENCE FOUNDATION (CONTINUED)</u>  |                |  |                         |                     |
| <b>Trans-NSF Recovery Act Research Support:</b>   |                |  |                         |                     |
| Hi Energy Particle Colliders - ARRA G1A62354  | 47.082         | PHY-0855405                                  | \$ 223,024              | \$ -                |
| Creating Minimal Video Games for Engineering Education Research<br>ARRA G1A62367  | 47.082         | EEC-0935225                                  | 39,133                  | -                   |
| RAGES-Collaborative Research: Integrative Study of Marine Ice Sheet<br>Stability and Subglacial Life Habitats-Robotic Access to<br>Grounding Zones - ARRA G1A62368  | 47.082         | ANT-0839107                                  | 813,459                 | 504,567             |
| LISSARD-Collaborative Research: Integrative Study of Marine Ice<br>Sheet Stability and Subglacial Life Habitats-Lake & Ice<br>Stream Subglacial Access- ARRA G1A62369   | 47.082         | ANT-0839059                                  | 94,733                  | -                   |
| Searches for New Phenomena with High Energy Particle Colliders<br>G1A62483  | 47.082         | PHY-1206092                                  | 179,170                 | -                   |
| Passed Through California State University, Fresno Foundation<br>MRI-R2 Consortium: Development of the US ATLAS Physics<br>Analysis Instrument for Analysis of Data from Hedron<br>Collider G6A63986 ARRA                   | 47.082         | SC360025-10-06                               | 27,964                  | -                   |
| <b>Total NSF Recovery Act Research Support</b>  |                |  | <u>1,377,483</u>        | <u>504,567</u>      |
| <b>Total National Science Foundation</b>  |                |  | <u>2,812,757</u>        | <u>520,988</u>      |
| <u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>  |                |  |                         |                     |
| Injury Prevention and Control Research and State and Community Based<br>Programs: National Research Service Award in Primary Care Medicine<br>Thoughtful Parenting for Mothers and Fathers: Does Gender<br>Matter? G1A62288 | 93.136         | 1 R01 CE001185-01                            | 222                     | -                   |
|   |                |  | <u>222</u>              | <u>-</u>            |
| Human Genome Research:<br>Micro-Inversions and Improvement of Alignment Quality G1A62415  | 93.172         | 1R15HG005913-01                              | 110,644                 | -                   |
|   |                |  | <u>110,644</u>          | <u>-</u>            |
| Research Related to Deafness and Communication Disorders:<br>Processing of Spoken Language in Young Children who use Cochlear<br>Implants G1A62450  | 93.173         | 1R15DC011605-01                              | 61,463                  | 6,776               |
| Passed-Through the University of North Texas<br>An Innovative Hearing Loss Prevention Approach in Infant<br>Incubator G6A64033  | 93.173         | 7R03DC009673-04                              | 20,587                  | -                   |
|   |                |  | <u>82,050</u>           | <u>6,776</u>        |
| Mental Health Research Grants:<br>Risk and Protective Factors for Adjustment of College Women After a<br>Mass Shooting G1A62328   | 93.242         | 1 R21 MH085436-01                            | (17)                    | -                   |
| Biomarkers for Posttraumatic Stress in Women Following a Campus<br>Mass Shooting G1A62501   | 93.242         | 1 R15MH099521-01                             | 23,156                  | -                   |
| Passed-Through Illinois Institute of Technology:<br>Adherence and Empowerment Service Participation and<br>Meaningful Outcomes G6A64036   | 93.242         | SA455-1114-6157                              | 19,678                  | -                   |
|   |                |  | <u>42,817</u>           | <u>-</u>            |
| Cancer Cause and Prevention Research:<br>Lung Cancer Recurrence and Survival: Statistical Methods and Models<br>for Ethnic and Gender Disparities, Epigenetics and Related<br>Issues G1A62442                               | 93.393         | 1R15CA152896-01A1                            | 75,600                  | -                   |
|   |                |  | <u>75,600</u>           | <u>-</u>            |
| Cancer Treatment Research:<br>Amino Acid Transporters ASCT2 and LAT1 in Human Hepatocellular<br>Cancer Growth G1A62441  | 93.395         | 7R15CA108519-03                              | 13,868                  | -                   |
|   |                |  | <u>13,868</u>           | <u>-</u>            |

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|--|----------------|--|-------------------------|---------------------|
| <b>RESEARCH AND DEVELOPMENT CLUSTER (CONTINUED)</b>  |                |  |                         |                     |
| <b>DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONTINUED)</b>   |                |  |                         |                     |
| <b>Trans-National Institute of Health-Recovery Act Research Support-ARRA</b>   |                |  |                         |                     |
| Quantization of Ocular Oxygen using a Modified Fluorotron - ARRA<br>G1A62416   | 93.701         | 1R15EY020995-01                              | \$ 91,751               | \$ -                |
| Amino Acid Transporters ASCT2 and LAT1 in Human Hepatocellular<br>Cancer Growth - ARRA G1A62443                                      | 93.701         | 3R15CA108519-03S1                            | 2,465                   | -                   |
| <b>Total trans-National Institute of Health-Recovery<br/>Act Research Support-ARRA</b>   |                |  | <u>94,216</u>           | <u>-</u>            |
| Cardiovascular Diseases Research:  |                |  |                         |                     |
| Mechanisms of Social Isolation and Environmental Enrichment in an<br>Animal Model G1A62491   | 93.837         | 1R15EY020995-01                              | 37,152                  | -                   |
| Passed-Through Medical College of Wisconsin, Inc.<br>Biophysics of HDL Dysfunction G6A64074  | 93.837         | 1R01HL112270-01A1                            | 16,763                  | -                   |
|  |                |  | <u>53,915</u>           | <u>-</u>            |
| Allergy, Immunology and Transplantation Research:  |                |  |                         |                     |
| pilE mRNA Analysis in Gonococci G1A62273   | 93.855         | 1R15 AI072720-01A1                           | 336                     | -                   |
| Study of the Mechanism of Action of VeA, a Novel Fungal-Specific<br>Global Regulator that Controls Secondary Metabolism<br>G1A62340  | 93.855         | 1R15AI081232-01                              | 16                      | -                   |
| Study of the VeA Gene in the Human Pathogen Aspergillus Fumigatus<br>G1A62444  | 93.855         | 1R03AI079496-01A1                            | 94,441                  | 9,933               |
| Role of VeA-Dependent Genes and Proteins in Mycotoxin Production<br>and Development G1A62479   | 93.855         | 2 R15AI081232-02                             | 113,582                 | -                   |
|  |                |  | <u>208,375</u>          | <u>9,933</u>        |
| Biomedical Research and Research Training:   |                |  |                         |                     |
| Electron Transfer in Dynamic Protein Complexes G1A62347  | 93.859         | 2 R15 GM059740                               | 45,563                  | -                   |
| Electrophiles in Synthetic Studies and Biologically Relevant<br>Processes G1A62348   | 93.859         | 1 R15 GM085736-                              | 39,908                  | -                   |
|  |                |  | <u>85,471</u>           | <u>-</u>            |
| Child Health and Human Development Extramural Research:  |                |  |                         |                     |
| Maternal Self-Regulation and Parenting: Contributions to the<br>Emergence of Infant Self-Regulation G1A62468                         | 93.865         | NONE   | 220,842                 | 139,649             |
| An Innovative Approach to Assessing Implicit Processes in Physical<br>Abuse Risk G1A62474  | 93.865         | 1R15HD069347-01A1                            | 134,586                 | -                   |
| Spontaneous Inferences of Children's Traits in Low and High Risk<br>Parents G1A62509   | 93.865         | 1R03HD075978                                 | 8,489                   | -                   |
| Passed-Through University of Minnesota<br>Chicago Longitudinal Survey G6A64087   | 93.865         | CPS#0000641036                               | 103,992                 | -                   |
|  |                |  | <u>467,909</u>          | <u>139,649</u>      |
| Vision Research:   |                |  |                         |                     |
| Passed-Through OcuMetrics, Inc.<br>System for Ocular Oxygen Measurements G6A63998  | 93.867         | OCUMETRICS                                   | (1,629)                 | -                   |
| System for Ocular Oxygen Measurements G6A64073   | 93.867         | R44EY015944                                  | 25,611                  | -                   |
|  |                |  | <u>23,982</u>           | <u>-</u>            |
| <b>Total Department of Health and Human Services</b>   |                |  | <u>1,259,069</u>        | <u>156,358</u>      |
| <b>DEPARTMENT OF EDUCATION</b>   |                |  |                         |                     |
| Career and Technical Education - Basic Grants to States:   |                |  |                         |                     |
| Passed-Through Illinois State University<br>Determining Best Promotion Efforts for Illinois Family and<br>Consumer Sciences G4A63058 | 84.048         | 11575-03-510009347                           | 11,860                  | -                   |
| Passed-Through Illinois State Board of Education:<br>VocEd Perkins IC-ST Leadership Teaching & Learning<br>41-KF26615                | 84.048         | None   | 5,000                   | -                   |
|  |                |  | <u>16,860</u>           | <u>-</u>            |

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| <b>RESEARCH AND DEVELOPMENT CLUSTER (CONTINUED)</b>  |                |  |                         |                     |
| <u>DEPARTMENT OF EDUCATION (CONTINUED)</u>   |                |  |                         |                     |
| Education Research, Development and Dissemination:   |                |  |                         |                     |
| Passed-Through Learning Partnership:   |                |  |                         |                     |
| An Examination of the Qualities of Interactive Science<br>Learning Environments that Promote Optimal<br>Motivation G6A64022  |                |  |                         |                     |
|  | 84.305         | LP201101                                     | \$ 25,477               | \$ -                |
| Passed-Through University of Kansas:   |                |  |                         |                     |
| Development and Validation of Online Adaptive Reading<br>Motivation Measures G6A64017  |                |  |                         |                     |
|  | 84.305         | FY2011-103                                   | 37,866                  | -                   |
|  | 84.305         | R305B070349                                  | 61,955                  | 27,882              |
| Post-Doctoral Research Fellowship G1A62276   |                |  |                         |                     |
| Passed-Through University of Illinois at Chicago:  |                |  |                         |                     |
| Reading for Understanding Across Grades 6-12:<br>Evidence-based Argumentation for Disciplinary Learning<br>G4A63051  |                |  |                         |                     |
|  | 84.305         | 2010-01569-01-00                             | 482,650                 | 44,830              |
| Passed-Through Education Testing Services (ETS):   |                |  |                         |                     |
| Reading for Understanding G6A63997   |                |  |                         |                     |
|  | 84.305         | NIU-IES 305F                                 | 55,681                  | -                   |
|  |                |  | <u>663,629</u>          | <u>72,712</u>       |
| <b>Total Department of Education</b>   |                |  | <u>680,489</u>          | <u>72,712</u>       |
| <u>DEPARTMENT OF AGRICULTURE</u>   |                |  |                         |                     |
| Agricultural Research, Basic and Applied Research:   |                |  |                         |                     |
| Identification of Regulatory Genes in A. Flavous and A. Nidulans that<br>are Involved in Mycotoxin Production, Morphogenesis, and<br>Virulence G2A62358  |                |  |                         |                     |
|  | 10.001         | 58-6435-9-386                                | 13,219                  | -                   |
| Developing Commercially Viable Industrial Products from Biofuels<br>G2A62426   |                |  |                         |                     |
|  | 10.001         | 58-5447-0-346                                | 4,495                   | -                   |
|  |                |  | <u>17,714</u>           | <u>-</u>            |
| Grants for Agricultural Research, Special Research Grants:   |                |  |                         |                     |
| Passed-Through Kansas State University:  |                |  |                         |                     |
| Family Advocacy System of Records (FASOR) G6A64084   |                |  |                         |                     |
|  | 10.200         | 2012-39575-20317                             | 23,217                  | -                   |
|  |                |  | <u>23,217</u>           | <u>-</u>            |
| Cooperative Extension Service:   |                |  |                         |                     |
| Passed-Through Kansas State University:  |                |  |                         |                     |
| KSU/Air force Family Advocacy Research Analysis and<br>Support Project FASOR G6A64037  |                |  |                         |                     |
|  | 10.500         | 2011-48740-31167                             | 265,148                 | -                   |
| KSU/Air force Family Advocacy Research Analysis and<br>Support Project FASOR G6A64038  |                |  |                         |                     |
|  | 10.500         | S12170                                       | 15,500                  | -                   |
| KSU/Air Force Family Advocacy Research Analysis and<br>Support Project FASOR Phase VIII G6A64039   |                |  |                         |                     |
|  | 10.500         | S12166                                       | 38,947                  | -                   |
| KSU/Air Force Family Advocacy Research and Analysis<br>G6A63965  |                |  |                         |                     |
|  | 10.500         | 2009-48353-06045                             | 16,104                  | -                   |
|  |                |  | <u>335,699</u>          | <u>-</u>            |
| <b>Total Department of Agriculture</b>   |                |  | <u>376,630</u>          | <u>-</u>            |
| <u>DEPARTMENT OF DEFENSE</u>   |                |  |                         |                     |
| Manufacturing & Engineering Advisory and Assistance Serv.<br>G2A62414  |                |  |                         |                     |
|  | 12.000         | W9098S-10-D-0057                             | 46,192                  | 28,878              |
| Passed-Through Rock Island Arsenal   |                |  |                         |                     |
| Illinois Center for Defense Manufacturing (ICDM) G2A62378  |                |  |                         |                     |
|  | 12.000         | W56HZV-09-0656                               | 560,112                 | 80,189              |
| Passed -Through Battelle   |                |  |                         |                     |
| Naval Health Survey Recruits Behavior G6A63987   |                |  |                         |                     |
|  | 12.000         | TCN 10-107                                   | 81,722                  | -                   |
| US Army Research Institute (ARI) for the Behavioral and Social<br>Sciences Specification of Effective Monitoring Behaviors for<br>Leadership Competency Development and Adaptability<br>G2A62503 |                |  |                         |                     |
|  | 12.000         | AFS-ALCS2010-7                               | 55,745                  | 12,190              |
|  |                |  | <u>743,771</u>          | <u>121,257</u>      |
| Basic Scientific Research-Combating Weapons of Mass Destruction:<br>Experimental & Numerical Investigation of Compact Dielectric<br>Wakefield Accelerators G2A62397                              |                |  |                         |                     |
|  | 12.351         | HDTRA-1-10-1-0051                            | 123,996                 | 71,297              |
|  |                |  | <u>123,996</u>          | <u>71,297</u>       |
| Military Medical Research and Development:   |                |  |                         |                     |
| Particle Therapy Research and Treatment G2A62386, G2A62435,<br>G2A62436, G2A62437, G2A62438  |                |  |                         |                     |
|  | 12.420         | W81XWH-10-0170                               | 3,247,122               | 1,222,380           |
|  |                |  | <u>3,247,122</u>        | <u>1,222,380</u>    |

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| Federal Grantor/Pass-Through Grantor<br>Program/Grant Title  | CFDA<br>Number | Federal Project or<br>Pass-Through<br>Number | FY 2013<br>Expenditures         | To<br>Subrecipients        |
|--|----------------|--|---------------------------------|----------------------------|
| <b>RESEARCH AND DEVELOPMENT CLUSTER (CONTINUED)</b>  |                |  |                                 |                            |
| <u>DEPARTMENT OF DEFENSE (CONTINUED)</u>   |                |  |                                 |                            |
| Basic, Applied, and Advanced Research in Science and Engineering-ARRA:<br>ROCK - Rapid Optimization of Commercial Knowledge for Army<br>Vehicles G2A62196  | 12.630         | W56HZV-04-C-0783                             | \$ (4,568)<br><u>(4,568)</u>    | \$ -<br><u>-</u>           |
| Air Force Defense Research Sciences Programs:<br>Passed Through Bridge 12 Technologies, Inc.<br>V-Band MPM with Novel Overmoded V-Band TWT G2A62486  | 12.800         | FA8650-12-M-1440                             | <u>34,999</u><br><u>34,999</u>  | <u>-</u><br><u>-</u>       |
| Mathematical Sciences Grants Program:<br>Assessing Nanosystem Reliability G2A62445   | 12.901         | H98230-12-1-0127                             | 26,669                          | -                          |
| Integral Representations of p-groups and rationality G2A62473  | 12.901         | H98230-12-1-0127                             | <u>33,331</u><br><u>60,000</u>  | <u>-</u><br><u>-</u>       |
| Research and Technology Development:<br>DARPA-Rapid Manufacturing Processes, Process Controls, Process<br>Models and Simulations - Aerospace Micro-Mesocale<br>Manufacturing (AM3) Demonstration Facility G2A62487 | 12.910         | W15QKN-12-1-0001                             | 526,772                         | 308,464                    |
| Passed Through Mass. Institute of Technology Compact, Coherent<br>X-ray Sources Based on Laser Acceleration and Inverse<br>Compton Scattering G6A64035   | 12.910         | 5710003094                                   | 149,385                         | -                          |
| Passed Through Vanderbilt University<br>Field-Emission Cathodes and Channeling Radiation G6A64043  | 12.910         | 11082715-S1                                  | <u>73,898</u><br><u>750,055</u> | <u>-</u><br><u>308,464</u> |
| <b>Total Department of Defense</b>   |                |  | <u>4,955,375</u>                | <u>1,723,398</u>           |
| <u>DEPARTMENT OF INTERIOR</u>  |                |  |                                 |                            |
| Fish and Wildlife Management Assistance:<br>Predicting Climate Change-Induced Distributional Shifts in Great<br>Lakes Region Reptiles G2A62427   | 15.608         | 3018AG189                                    | 10,051                          | -                          |
| Assessing Management Needs to Enhance the Recovery for the<br>Eastern Massasauga G2A62410  | 15.608         | 30181AG156                                   | 1,033                           | -                          |
| Continued Assessment of Management Needs to Enhance Recovery<br>for the Eastern Massasauga G2A62500  | 15.608         | F12AC01171                                   | <u>21,762</u><br><u>32,846</u>  | <u>-</u><br><u>-</u>       |
| Cooperative Endangered Species Conservation Fund:<br>Annual Census of Lake Erie Water Snakes G2A62293  | 15.615         | 301817G072                                   | <u>5,705</u><br><u>5,705</u>    | <u>-</u><br><u>-</u>       |
| Great Lakes Restoration:<br>Lake Erie Watersnake Pose-Delisting Monitoring G2A62446  | 15.662         | F11AC00180                                   | 6,352                           | -                          |
| Assessing Management Needs to Enhance the recovery for the<br>Eastern Massasauga G2A62466  | 15.662         | F11AC00726                                   | 51,619                          | 11,830                     |
| Annual Lake Erie Watersnake Census (LEWS) G2A62495   | 15.662         | F12AP00909                                   | <u>35,435</u><br><u>93,406</u>  | <u>-</u><br><u>11,830</u>  |
| U.S. Geological Survey_Research and Data Collection:<br>Seismic Monitoring of the Asian Carp Hydrogun Deployment in<br>Chicago Sanitary and Ship Canal and Calumet River G2A62464                                  | 15.808         | G11AC20404                                   | <u>38,025</u><br><u>38,025</u>  | <u>-</u><br><u>-</u>       |
| National Cooperative Geologic Mapping Program:<br>Quaternary Geologic Mapping of the Creston Quadrangle G2A62482   | 15.810         | C12AC20175                                   | <u>8,686</u><br><u>8,686</u>    | <u>-</u><br><u>-</u>       |
| <b>Total Department of Interior</b>  |                |  | <u>178,668</u>                  | <u>11,830</u>              |
| <u>DEPARTMENT OF TRANSPORTATION</u>  |                |  |                                 |                            |
| Railroad Development:<br>Passed-Through University of Illinois at Chicago<br>Enhancement and Development of Railroad Vehicle Dynamics<br>Simulations Capabilities G6A64014   | 20.314         | 2006-05792-02-01 DT                          | <u>(739)</u><br><u>(739)</u>    | <u>-</u><br><u>-</u>       |
| <b>Total Department of Transportation</b>  |                |  | <u>(739)</u>                    | <u>-</u>                   |

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| Federal Grantor/Pass-Through Grantor<br>Program/Grant Title  | CFDA<br>Number | Federal Project or<br>Pass-Through<br>Number | FY 2013<br>Expenditures | To<br>Subrecipients |
|--|----------------|--|-------------------------|---------------------|
| <b>RESEARCH AND DEVELOPMENT CLUSTER (CONTINUED)</b>  |                |  |                         |                     |
| <u>OFFICE OF PERSONNEL MANAGEMENT</u>  |                |  |                         |                     |
| Intergovernmental Personnel Act (IPA) Mobility Program:<br>US Army Medical Command G2A62431  | 27.011         | None   | \$ 10,701               | \$ -                |
|  |                |  | 10,701                  | -                   |
| <b>Total Office of Personnel Management</b>  |                |  | 10,701                  | -                   |
| <u>ENVIRONMENTAL PROTECTION AGENCY</u>   |                |  |                         |                     |
| P3 Award: National Student Design Competition for Sustainability<br>A Continuous-Operation Variable - Feedstock Biomass Gasifier Based<br>on Indigenous Materials G2A62470 | 66.516         | SU-83513001                                  | 3,290                   | -                   |
|  |                |  | 3,290                   | -                   |
| <b>Total Environmental Protection Agency</b>   |                |  | 3,290                   | -                   |
| <u>DEPARTMENT OF ENERGY</u>  |                |  |                         |                     |
| Office of Science Financial Assistance Program:  |                |  |                         |                     |
| Polarized X-Rays as a Probe of Spin Polarization G2A62156  | 81.049         | DE-FG02-03ER46097                            | 188,151                 | -                   |
| Brightness Electron Beams G2A62296   | 81.049         | DE-FG02-08ER41532                            | 63,582                  | -                   |
| Nanostructured Superconductors G2A62364  | 81.049         | DE-FG02-06ER46334                            | 56,161                  | -                   |
| Unique Methodologies for Nano/Micro Manufacturing Job Training via<br>Desktop Supercomputer Modeling and Simulation G2A62420   | 81.049         | DE-SC0005135                                 | 176,808                 | -                   |
| Studies of Conventional & ERL-Based Recirculator Electron Cooling<br>for an Electron Ion Collider G2A62448   | 81.049         | DE-SC0005823                                 | 8,497                   | -                   |
| Design & Prototyping High Granularity Scintillator Calorimeter<br>G2A62429   | 81.049         | DE-SC0005164                                 | 40,968                  | -                   |
| Studies of Conventional & ERL-Based Recirculator Electron Cooling<br>for an Electron Ion G2A62502  | 81.049         | DE-SC0008588                                 | 26,352                  | -                   |
| Passed-Through Northeastern University<br>Building a Unified Computational Model for the Resonant X-ray<br>Scattering of Strongly Correlated Materials G6A63962            | 81.049         | 503008P101595                                | 29,905                  | -                   |
| Computational Time-Resolved and Resonant X-ray Scattering<br>of Strongly Correlated Materials G6A64068   | 81.049         | 503018-78053                                 | 48,266                  | -                   |
|  |                |  | 638,690                 | -                   |
| ARGONNE NATIONAL LABORATORY:   |                |  |                         |                     |
| Performance Regression Test Suite Development G2A62303   | 81.000         | 8F-01161                                     | 182,395                 | -                   |
| RDI Internship G2A62323  | 81.000         | PO 581841                                    | (10,136)                | -                   |
| Joint Appointment for Bela Erdelyi G2A62418  | 81.000         | Joint Appt - Erdelyi                         | 93,655                  | -                   |
| Integrated Laboratory/Industry Research Program ILIRP G2A62423   | 81.000         | 9J-30261-0018A                               | 115,510                 | -                   |
| Joint Appt for Zhili Xiao G2A62424   | 81.000         | NONE   | 111,727                 | -                   |
| Jt Appointment for Philippe Piot G2A62425  | 81.000         | PO 589180 Rev 1 & 2                          | 57,575                  | -                   |
| Geospatial Infrastructure Tech G2A62384  | 81.000         | 9J-30261-006A                                | 91,039                  | -                   |
| Novel Thermoelectric Transition Metal Oxides G2A62388  | 81.000         | 9J-30261-005A                                | (509)                   | -                   |
| Passed-Through Los Alamos National Laboratory:<br>Beam Dynamics Studies for the Matter-Radiation Interaction<br>Extreme MARIE Project at Los Alamos G2A62408               | 81.000         | 84453-001-10                                 | 8,293                   | -                   |
| Composition and Development of Small Scale Bio-Fuel Production<br>Facilities and New Educational Initiatives G2A62402  | 81.000         | DE-EE0003975                                 | 6,928                   | 1,750               |
| Day of Fast Imaging Cameras and the Associated Software for XPCS<br>Measurements G2A62405  | 81.000         | 9J-30261-001-4A                              | 9,911                   | -                   |
| Fabrication and Characterization of Superconducting and<br>Nanostructures G2A62439   | 81.000         | 9J-30261-0007A Rev 1                         | 14,647                  | -                   |
| ATLAS Project G2A62449   | 81.000         | 9J-30261-0021A                               | (3,013)                 | -                   |
| OTSP-Washington DC G2A62453  | 81.000         | IPA of Dr. Blazey                            | 196,345                 | -                   |
| Joint Appointment: David Murphy G2A62456   | 81.000         | Murphy                                       | 86,836                  | -                   |
| Material Development for Energy Efficiency and Renewable Energy<br>Applications G2A62462   | 81.000         | 9J-30261-0027A                               | 22,340                  | -                   |
| Joint Appointment - Young Min Shin G2A62467  | 81.000         | PO 602342                                    | 54,668                  | -                   |
| Synthesis and Characterizations of Fe-Based pnictide G2A62471  | 81.000         | 9J-30261-0028A                               | 34,393                  | -                   |
| Development of Matlab Models of the Digital Power Converters<br>G2A62472   | 81.000         | 9J-30261-0029-A                              | 16,176                  | -                   |
| Mapping Strain Developed in Single Particles for Lithium-Ion Batteries<br>G2A62476   | 81.000         | 9J-30261-0030-A                              | 7,308                   | -                   |

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|--|----------------|--|-------------------------|---------------------|
| <b>RESEARCH AND DEVELOPMENT CLUSTER (CONTINUED)</b>  |                |  |                         |                     |
| <u>DEPARTMENT OF ENERGY (CONTINUED)</u>  |                |  |                         |                     |
| ARGONNE NATIONAL LABORATORY (CONTINUED):   |                |  |                         |                     |
| Passed-Through Los Alamos National Laboratory:   |                |  |                         |                     |
| Beam Dynamics Studies for the Matter Radiation Interaction at<br>Extreme(MARIE) Project at Los Alamos G2A62477 | 81.000         | 187801                                       | \$ 31,556               | \$ -                |
| Nanoscale Studies of Structure and Function of Oxide and Nitride<br>Films G2A62484                             | 81.000         | 9J-30261-0031A                               | 28,858                  | -                   |
| Collaboration with Argonne National Laboratories - Wireless Project<br>G2A62485                                | 81.000         | 9J-30261-0033A                               | 22,257                  | -                   |
| Synchrotron X-ray Study of Advanced Materials for Li-air & Li-ion<br>Batteries G2A62488                        | 81.000         | 9J-30261-0032A                               | 24,428                  | -                   |
| Integrated Circuit Design of Amplifiers and Support Circuits G2A62489  | 81.000         | 9J-30261-0034A                               | 2,351                   | -                   |
| Development of the MUZE Preliminary Design G2A62494  | 81.000         | PO 608549                                    | 53,898                  | -                   |
| G-2 Tracking Detector G2A62496   | 81.000         | PO 609097                                    | 40,381                  | -                   |
| Joint Appointment at Argonne National Laboratories - Andres Glatz<br>G2A62497                                  | 81.000         | Gatz   | 70,065                  | -                   |
| Climate Change Impacts at Department of Defense Installations<br>G2A62498                                      | 81.000         | 9J-30261-0035A                               | 19,900                  | -                   |
| Year 3 - Geospatial Infrastructure Technical Support G2A62505  | 81.000         | None   | 30,983                  | -                   |
| Research Scientist Support G2A62506  | 81.000         | Yurkewicz                                    | 6,022                   | -                   |
| Development of Fast Imaging Cameras and the Associated Software for<br>XPCS Measurements G2A62507              | 81.000         | 9J-30261                                     | 5,322                   | -                   |
| Properties of Superconducting Nanopatterned Structures Near the<br>Superconductor Insulator Trans G2A62508     | 81.000         | 9J-30261-0038A                               | 26,253                  | -                   |
| Device Parameter Extraction and Modeling G2A62510  | 81.000         | 9J-30261-0039A                               | 5,224                   | -                   |
| System Software Integration and Development G2A62511   | 81.000         | 3F-31421                                     | 36,479                  | -                   |
|  |                |  | <u>1,500,065</u>        | <u>1,750</u>        |
| <b>Total Department of Energy</b>  |                |  | <u>2,138,755</u>        | <u>1,750</u>        |
| <b>Total Research and Development Cluster</b>  |                |  | <u>12,414,995</u>       | <u>2,487,036</u>    |
| <b>ECONOMIC DEVELOPMENT CLUSTER</b>  |                |  |                         |                     |
| <u>DEPARTMENT OF COMMERCE</u>  |                |  |                         |                     |
| Economic Adjustment Assistance:  |                |  |                         |                     |
| Economic Adjustment: The Rockford Area Aerospace Cluster Jobs<br>and Innovation Accelerator G2B66752           | 11.307         | 06-79-05726                                  | 178,757                 | 76,363              |
| Passed-Through University of Wisconsin Whitewater<br>State of Ingenuity G6B63994                               | 11.307         | PO UNAB4141/UNBB4063                         | 257,277                 | -                   |
|  |                |  | <u>436,034</u>          | <u>76,363</u>       |
| <b>Total Economic Development Cluster</b>  |                |  | <u>436,034</u>          | <u>76,363</u>       |
| <b>HIGHWAY PLANNING AND CONSTRUCTION CLUSTER</b>   |                |  |                         |                     |
| <u>DEPARTMENT OF TRANSPORTATION</u>  |                |  |                         |                     |
| Highway Planning and Construction:   |                |  |                         |                     |
| Passed-Through Illinois Department of Transportation:  |                |  |                         |                     |
| West Access Road G3B67292  | 20.205         | FHWA   | 1,925                   | -                   |
| IDOT Bicycle Maps Project G4B67427   | 20.205         | 11T0011                                      | 56,088                  | -                   |
| Regional Land Use Inventory 2010 Update G6B70091   | 20.205         | C-12-0059                                    | 69,828                  | -                   |
|  |                |  | <u>127,841</u>          | <u>-</u>            |
| <b>Total Highway Planning and Construction Cluster</b>   |                |  | <u>127,841</u>          | <u>-</u>            |
| <b>TRIO CLUSTER</b>  |                |  |                         |                     |
| <u>DEPARTMENT OF EDUCATION</u>   |                |  |                         |                     |
| TRIO_Student Support Services G1B66736   | 84.042         | P042A101432                                  | 417,572                 | -                   |
|  |                |  | <u>417,572</u>          | <u>-</u>            |
| TRIO_Upward Bound G1B66684   | 84.047         | P047A070966                                  | 12,730                  | -                   |
| TRIO_Upward Bound G1B66755   | 84.047         | P047A121484                                  | 403,844                 | -                   |
|  |                |  | <u>416,574</u>          | <u>-</u>            |
| <b>Total TRIO Cluster</b>  |                |  | <u>834,146</u>          | <u>-</u>            |

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|--|----------------|--|-------------------------|---------------------|
| <b>EDUCATIONAL TECHNOLOGY STATE GRANTS CLUSTER</b>   |                |  |                         |                     |
| <u>DEPARTMENT OF EDUCATION</u>   |                |  |                         |                     |
| Educational Technology State Grants:   |                |  |                         |                     |
| Passed-Through Murphysboro School District #186  |                |  |                         |                     |
| MyIIRC: Web-based Assessment Data G6B70050   | 84.318         | None   | \$ 1,154                | \$ -                |
|  |                |  | <u>1,154</u>            | <u>-</u>            |
| <b>Total Educational Technology State Grants Cluster</b>   |                |  | <u>1,154</u>            | <u>-</u>            |
| <b>CCDF CLUSTER</b>  |                |  |                         |                     |
| <u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>   |                |  |                         |                     |
| Child Care and Development Block Grant:  |                |  |                         |                     |
| Passed Through Illinois Department of Human Services:  |                |  |                         |                     |
| FY 11 Child Care Assistance Program  |                |  |                         |                     |
| G4B67439/MC25496/CP30140   | 93.575         | IDHS   | 69,056                  | -                   |
|  |                |  | <u>69,056</u>           | <u>-</u>            |
| <b>Total CCDF Cluster</b>  |                |  | <u>69,056</u>           | <u>-</u>            |
| <b>OTHER PROGRAMS</b>  |                |  |                         |                     |
| <u>NATIONAL SCIENCE FOUNDATION</u>   |                |  |                         |                     |
| Mathematical and Physical Sciences:  |                |  |                         |                     |
| Passed-Through University of Notre Dame:   |                |  |                         |                     |
| The Quarknet Project G6B70056  | 47.049         | U Notre Dame                                 | 2,649                   | -                   |
|  |                |  | <u>2,649</u>            | <u>-</u>            |
| Geosciences:   |                |  |                         |                     |
| Enhancing Diversity Track 2: Intensive Field Experience for Middle &<br>HS Teachers Serving Large Hispanic Populations G1B6692                       |                |  |                         |                     |
|  | 47.050         | 0703541                                      | 168,955                 | -                   |
|  |                |  | <u>168,955</u>          | <u>-</u>            |
| Education and Human Resources:   |                |  |                         |                     |
| PROMISE: Providing Resources and Opportunities to Maximize<br>Interest in STEM Education G1B66748  |                |  |                         |                     |
|  | 47.076         | DUE-1068463                                  | 278,566                 | -                   |
| Empowering Teachers to Enhance Adolescents motivation for Science<br>(E-Teams) G1B66741  |                |  |                         |                     |
|  | 47.076         | 1102925                                      | (88)                    | -                   |
| Empowering Teachers to Enhance Adolescents motivation for Science<br>(E-Teams) G1A62481  |                |  |                         |                     |
|  | 47.076         | HRD-1102925                                  | 73,113                  | -                   |
|  |                |  | <u>351,591</u>          | <u>-</u>            |
| <b>Total National Science Foundation</b>   |                |  | <u>523,195</u>          | <u>-</u>            |
| <u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>   |                |  |                         |                     |
| Laboratory Training, Evaluation, and Quality Assurance Programs:   |                |  |                         |                     |
| Passed-Through Joint Commission on Accreditation of Healthcare Org.<br>Race and Ethnicity in Vaccination for Vulnerable Elderly<br>(REVIVE) G6B70034 |                |  |                         |                     |
|  | 93.064         | 1U01P000410-01                               | 58                      | -                   |
|  |                |  | <u>58</u>               | <u>-</u>            |
| Disabilities Prevention  |                |  |                         |                     |
| Passed-Through the Illinois Department of Public Health<br>G4B67410 Contract #02400019-3410  |                |  |                         |                     |
|  | 93.184         | 3410   | 2,000                   | -                   |
|  |                |  | <u>2,000</u>            | <u>-</u>            |
| Immunization Cooperative Agreements:   |                |  |                         |                     |
| Passed-Through the Illinois Department of Public Health<br>G4B67410 Contract #02400019-6510  |                |  |                         |                     |
|  | 93.268         | 6510   | 3,000                   | -                   |
|  |                |  | <u>3,000</u>            | <u>-</u>            |

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|---|----------------|--|-------------------------|---------------------|
| <b>OTHER PROGRAMS (CONTINUED)</b>   |                |  |                         |                     |
| <u>DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONTINUED)</u>  |                |  |                         |                     |
| Centers for Disease Control and Prevention_ Investigations and<br>Technical Assistance:   |                |  |                         |                     |
| Passed-Through the Illinois Department of Public Health:  |                |  |                         |                     |
| G3B67478 Contract #12400028 #0710   | 93.283         | 710  | \$ 331,276              | \$ -                |
| G4B67410 Contract #02400019-4410  | 93.283         | 4410   | 12,000                  | -                   |
| G4B67410 Contract #02400019-2410  | 93.283         | 2410   | 20,000                  | -                   |
|   |                |  | <u>363,276</u>          | <u>-</u>            |
| Center for Disease Control and Prevention - Affordable Care Act (ACA)<br>Communities Putting Prevention to Work:  |                |  |                         |                     |
| Passed-Through Children's Memorial Hospital<br>Communities Putting Prevention to Work G6B70039  |                |  |                         |                     |
|   | 93.520         | NONE   | 94,212                  | -                   |
|   |                |  | <u>94,212</u>           | <u>-</u>            |
| Head Start:   |                |  |                         |                     |
| Passed-Through American Alliance for Health, Physical Education<br>Recreation & Dance Evaluation of Head Start Body Start<br>National Center G6A64040   |                |  |                         |                     |
|   | 93.600         | AAHPERD                                      | 127,086                 | -                   |
|   |                |  | <u>127,086</u>          | <u>-</u>            |
| <u>DEPARTMENT OF HEALTH AND HUMAN SERVICES ARRA</u>   |                |  |                         |                     |
| Health Information Technology Regional Extension Centers Program:<br>Office of National Coord for Health Information Technology<br>Illinois Health Information Technology Exchange Program<br>Collaborative ARRA G1B66725   |                |  |                         |                     |
|   | 93.718         | 90RC0023/01                                  | 2,196,459               | 1,209,350           |
|   |                |  | <u>2,196,459</u>        | <u>1,209,350</u>    |
| ARRA - Prevention and Wellness - Communities Putting Prevention to Work<br>Funding Opportunities Announcement (FOA):<br>Passed-Through the Illinois Department of Public Health<br>G4B67434 Contract #1200020-6610  |                |  |                         |                     |
|   | 93.724         | 6610   | 187,192                 | -                   |
|   |                |  | <u>187,192</u>          | <u>-</u>            |
| <b>Total Department of Health and Human Services<br/>ARRA</b>   |                |  | <u>2,383,651</u>        | <u>1,209,350</u>    |
| Preventive Health and Health Services Block Grant:<br>Passed-Through Illinois Department of Public Health<br>Contract #12400019-3070 G4B67410   |                |  |                         |                     |
|   | 93.991         | 12400019-3070                                | 259,000                 | -                   |
|   |                |  | <u>259,000</u>          | <u>-</u>            |
| <b>Total Department of Health and Human Services</b>  |                |  | <u>3,232,283</u>        | <u>1,209,350</u>    |
| <u>DEPARTMENT OF EDUCATION</u>  |                |  |                         |                     |
| Adult Education - Basic Grants to States:<br>Passed-Through State of Illinois, Illinois Community College Board<br>Technical Assistance for Adult Education and Family Literacy<br>G4B67468   |                |  |                         |                     |
|   | 84.002         | AEL12010                                     | 18                      | -                   |
| Adult Education and Family Literacy Data and Information - AEL<br>G4B67493  |                |  |                         |                     |
|   | 84.002         | AEL13010                                     | 24,586                  | -                   |
|   |                |  | <u>24,604</u>           | <u>-</u>            |
| National Resource Centers Program for Foreign Language and Area Studies or<br>Foreign Language and International Studies Program and Foreign<br>Language and Area Studies Fellowship Program:<br>National Resource Center at Northern Illinois University<br>G1B66733 |                |  |                         |                     |
|   | 84.015         | P015A100167                                  | 154,487                 | -                   |
| Foreign Language and Area Studies Fellowships<br>G1B66734   |                |  |                         |                     |
|   | 84.015         | P015A100167                                  | 382,678                 | -                   |
|   |                |  | <u>537,165</u>          | <u>-</u>            |

State of Illinois  
Northern Illinois University  
Schedule of Expenditures of Federal Awards (Continued)  
Year Ended June 30, 2013

| Federal Grantor/Pass-Through Grantor<br>Program/Grant Title  | CFDA<br>Number | Federal Project or<br>Pass-Through<br>Number | FY 2013<br>Expenditures | To<br>Subrecipients |
|--|----------------|--|-------------------------|---------------------|
| <b>OTHER PROGRAMS (CONTINUED)</b>  |                |  |                         |                     |
| <u>DEPARTMENT OF EDUCATION (CONTINUED)</u>   |                |  |                         |                     |
| International Research and Studies:  |                |  |                         |                     |
| SEAsite: Web Site Infrastructure Improvements for the Next Decade<br>G1B66705  | 84.017         | P017A080050                                  | \$ 2,967                | \$ -                |
| Multimedia Online Learners Dictionary of Malay G1B66719  | 84.017         | P017A090353                                  | 65,069                  | -                   |
|  |                |  | <u>68,036</u>           | <u>-</u>            |
| Rehabilitation Long-Term Training:   |                |  |                         |                     |
| Preparation of Rehabilitation Teachers and Orientation & Mobility of<br>Specialists to Serve Adults with Visual Disabilities G1B66711    | 84.129         | H129P090006                                  | 83,162                  | -                   |
| Certificate Program In Rehabilitation of Persons who are Deaf-Blind<br>G1B66728  | 84.129         | H129Q080006-10                               | 94,194                  | 27,467              |
| Rehabilitation of Individuals Who are Deaf or Hard of Hearing<br>G1B66738  | 84.129         | H129Q100002                                  | 111,689                 | -                   |
|  |                |  | <u>289,045</u>          | <u>27,467</u>       |
| Bilingual Education_Professional Development:  |                |  |                         |                     |
| Project Success G1B66690   | 84.195         | T195N070106                                  | 173,951                 | -                   |
|  |                |  | <u>173,951</u>          | <u>-</u>            |
| Fund for the Improvement of Education:   |                |  |                         |                     |
| Passed Through Aurora East School District #131<br>Smaller Learning Communities Grant Evaluation G6B69896                                | 84.215         | S215L080463                                  | 8,483                   | -                   |
|  |                |  | <u>8,483</u>            | <u>-</u>            |
| Rehabilitation Services Demonstration and Training Programs:   |                |  |                         |                     |
| Training Personnel to Provide Rehabilitation and Orientation and<br>Mobility Services for Veterans who are Visually Impaired<br>G1B66735 | 84.235         | H235K100016B                                 | 248,899                 | -                   |
|  |                |  | <u>248,899</u>          | <u>-</u>            |
| Twenty-First Century Community Learning Centers:   |                |  |                         |                     |
| Passed-Through Illinois State Board of Education:  |                |  |                         |                     |
| Comprehensive Statewide Evaluation of 21st Century<br>Community Learning Centers Program G3B67333  | 84.287         | MY06621                                      | (354)                   | -                   |
| 21st Century Community Learning Center Grant: Jefferson,<br>Washington, Waldo & Simmons G6B69716   | 84.287         | None   | (1,287)                 | -                   |
| 21st Century Community Learning Center Grant-Herget Middle<br>School G6B69839  | 84.287         | None   | 8,054                   | -                   |
| 21st Century Community Learning Centers Grant Evaluation<br>Plan G6B69840  | 84.287         | None   | 5,610                   | -                   |
|  |                |  | <u>12,023</u>           | <u>-</u>            |
| Special Education - Personnel Development to Improve Services and<br>Results for Children With Disabilities:                             |                |  |                         |                     |
| Combined Priority for Personnel Development G1B66713   | 84.325         | H325K090232                                  | 171,539                 | -                   |
| Leadership Preparation in Sensory Disabilities:  |                |  |                         |                     |
| Passed Through Salus University:<br>Fellowship Support for Sean Tikun G6B70049   | 84.325V        | H325V090001/83401                            | 26,041                  | -                   |
|  |                |  | <u>197,580</u>          | <u>-</u>            |
| International Education _Technological Innovation and Cooperation<br>for Foreign Information Access:                                     |                |  |                         |                     |
| Building Capacity for Digitization Dissemination and<br>Preservation of Southeast Asian Resources G1B66724                               | 84.337         | P337A090018                                  | 58,485                  | 48,716              |
|  |                |  | <u>58,485</u>           | <u>48,716</u>       |
| English Language Acquisition State Grants:   |                |  |                         |                     |
| Passed-Through Illinois State Board of Education:  |                |  |                         |                     |
| Development of Reading ESL, Early Childhood, Math and<br>Science: Project Dreams G1B66750  | 84.365         | T365Z110199-12                               | 331,075                 | -                   |
|  |                |  | <u>331,075</u>          | <u>-</u>            |

State of Illinois  
Northern Illinois University  
Schedule of Expenditures of Federal Awards (Continued)  
Year Ended June 30, 2013

| Federal Grantor/Pass-Through Grantor<br>Program/Grant Title  | CFDA<br>Number | Federal Project or<br>Pass-Through<br>Number | FY 2013<br>Expenditures | To<br>Subrecipients |
|--|----------------|--|-------------------------|---------------------|
| <b>OTHER PROGRAMS (CONTINUED)</b>  |                |  |                         |                     |
| <u>DEPARTMENT OF EDUCATION (CONTINUED)</u>   |                |  |                         |                     |
| Mathematics and Science Partnerships:  |                |  |                         |                     |
| Passed-Through Illinois State Board of Education:  |                |  |                         |                     |
| Mastering Biology Teaching with Content, Pedagogy and<br>Technology G4B67457                         | 84.366         | 4936-80-16-019-5430-51                       | \$ 13,477               | \$ -                |
| FY12 Integrated Technology and Engineering to Advance Math<br>& Science G4B67459                     | 84.366         | 4936-71-16-019-5430-51                       | 21,959                  | 4,050               |
| Excellence in the Middle G4B67460  | 84.366         | 4936-70-16-019-5430-51                       | 11,900                  | -                   |
| Emerging Technologies Institute: Preparing Teachers and<br>Students for the Future G4B67461          | 84.366         | 4936-10-16-019-5430-51                       | 43,026                  | -                   |
| Institute for Excellence in Mathematics Teaching and Learning<br>G4B67472                            | 84.366         | 4936-40-16-019-5430-51                       | 101,198                 | -                   |
| Integrating Math and Science with Content, Pedagogy, and<br>Technology G4B67479                      | 84.366         | 4936-41-16-019-5430-51                       | 90,218                  | -                   |
| Institute for Excellence in Mathematics Teaching and Learning<br>G4B67488                            | 84.366         | 4936-40-16-019-5430-51                       | 35,691                  | -                   |
| Integrating Math and Science with Content, Pedagogy, and<br>Technology G4B67490                      | 84.366         | 4936-41-16-019-5430-51                       | 7,278                   | -                   |
| Project ENGINE: Engineering the Next Gen Initiative for<br>Northern Illinois G4B67503                | 84.366         | 4936-50-16-019-5430-51                       | 12,104                  | -                   |
|  |                |  | <u>336,851</u>          | <u>4,050</u>        |
| Improving Teacher Quality State Grants:  |                |  |                         |                     |
| Passed-Through Illinois Board of Higher Education:   |                |  |                         |                     |
| NIU Higher Education Transitions Committee: Regional College<br>Readiness Partnership G3B67501       | 84.367         | IBHE   | 6,874                   | -                   |
| Promoting Achievement through Literacy Skills PALS<br>G4B67452                                       | 84.367         | IBHE   | 214,480                 | 122,995             |
| Promoting Achievement through Literacy Skills Across the High<br>School Curriculum G4B67480          | 84.367         | IBHE   | 51,628                  | 21,233              |
|  |                |  | <u>272,982</u>          | <u>144,228</u>      |
| <b>Total Department of Education</b>   |                |  | <u>2,559,179</u>        | <u>224,461</u>      |
| Special Supplemental Nutrition Program for Women, Infants and Children                               |                |  |                         |                     |
| Passed Through Illinois State Board of Education:  |                |  |                         |                     |
| Contract #02400019-0940 G4B67410   | 10.557         | 02400019-0940                                | 27,000                  | -                   |
|  |                |  | <u>27,000</u>           | <u>-</u>            |
| Child and Adult Care Program:  |                |  |                         |                     |
| Passed Through Illinois State Board of Education:  |                |  |                         |                     |
| Federal School Lunch Program 41-CP30140  | 10.558         | None   | 57,000                  | -                   |
|  |                |  | <u>57,000</u>           | <u>-</u>            |
| <b>Total Department of Agriculture</b>   |                |  | <u>84,000</u>           | <u>-</u>            |
| <u>DEPARTMENT OF COMMERCE</u>  |                |  |                         |                     |
| Economic Development Technical Assistance:   |                |  |                         |                     |
| Promoting Regional Prosperity in Western Illinois G2B66751   | 11.303         | 06-06-05705                                  | 33,234                  | -                   |
|  |                |  | <u>33,234</u>           | <u>-</u>            |
| <u>DEPARTMENT OF COMMERCE ARRA</u>   |                |  |                         |                     |
| Broadband Technology Opportunities Program (BTOP):   |                |  |                         |                     |
| Illinois Broadband Opportunity Partnership Northwest Region - ARRA<br>G2B66737                       |                |  |                         |                     |
|  | 11.557         | UWW-EDA                                      | 16,669,965              | 15,425,997          |
|  |                |  | <u>16,669,965</u>       | <u>15,425,997</u>   |
| <b>Total Department of Commerce ARRA</b>   |                |  | <u>16,669,965</u>       | <u>15,425,997</u>   |
| Broadband Technology Opportunities Program (BTOP):   |                |  |                         |                     |
| Passed-Through DSSA Strategies/My Way Village:   |                |  |                         |                     |
| BTOP Evaluation: Training Sr. Citizens in Internet Use<br>G6B69895                                   | 11.557         | DSSA/My Way                                  | 2,512                   | -                   |
| Passed-Through Connected Living, Inc.  |                |  |                         |                     |
| Getting Illinois Low Income Senior/People with Disab. Online<br>Demonstration BTOP SBA Proj G6B70109 | 11.557         | None   | 10,458                  | -                   |
|  |                |  | <u>12,970</u>           | <u>-</u>            |

State of Illinois  
Northern Illinois University  
Schedule of Expenditures of Federal Awards (Continued)  
Year Ended June 30, 2013

| Federal Grantor/Pass-Through Grantor<br>Program/Grant Title   | CFDA<br>Number | Federal Project or<br>Pass-Through<br>Number | FY 2013<br>Expenditures | To<br>Subrecipients |
|---|----------------|--|-------------------------|---------------------|
| <b>OTHER PROGRAMS (CONTINUED)</b>   |                |  |                         |                     |
| <u>DEPARTMENT OF COMMERCE (CONTINUED)</u>   |                |  |                         |                     |
| Manufacturing Extension Partnership:<br>Passed-Through the Illinois Manufacturing Extension Center Bradley<br>University:<br>Illinois Manufacturing Extension Center G6B70048/<br>Regional Host Organization for Illinois<br>Manufacturing Extension Center FY 13<br>G6B70099 |                |  |                         |                     |
|   | 11.611         | IMEC-FY13                                    | \$ 528,916<br>528,916   | \$ -<br>-           |
| <b>Total Department of Commerce</b>   |                |  | <u>17,245,085</u>       | <u>15,425,997</u>   |
| <u>DEPARTMENT OF JUSTICE</u>  |                |  |                         |                     |
| Grants to Reduce Domestic Violence, Dating Violence, Sexual Assault, and<br>Stalking on Campus:<br>Northern Illinois University Coordinated Community Response<br>Project G2B66739  |                |  |                         |                     |
|   | 16.525         | 2010-WA-AX-0008                              | 72,708<br>72,708        | -<br>-              |
| <b>Total Department of Justice</b>  |                |  | <u>72,708</u>           | <u>-</u>            |
| <u>DEPARTMENT OF LABOR</u>  |                |  |                         |                     |
| WIA Pilots, Demonstrations, and Research Projects:<br>Passed-Through the State of Colorado Department of Labor and<br>Employment: Colorado E-Learning Knowledge Center<br>G6B69827  |                |  |                         |                     |
|   | 17.261         | CMS# 1425                                    | 69,469<br>69,469        | -<br>-              |
| H-1B Job Training Grants:<br>Job Innovation Accelerator Challenge G2B66753  |                |  |                         |                     |
|   | 17.268         | JA-22454-11-60-A-17                          | 228,086<br>228,086      | 104,492<br>104,492  |
| <b>Total Department of Labor</b>  |                |  | <u>297,555</u>          | <u>104,492</u>      |
| <u>DEPARTMENT OF STATE</u>  |                |  |                         |                     |
| One-Time International Exchange Grant Program:<br>Passed Through Institute of International Education, Inc.<br>Public Health and Health Education in Indonesia Pilot Summer<br>Study Abroad Program G6B70098  |                |  |                         |                     |
|   | 19.014         | S-ECAAE-10-GR-216(JJ)                        | 10,622<br>10,622        | -<br>-              |
| East Asia and Pacific Grants Program:<br>Passed Through Asia Foundation:<br>2012 Burma Studies Conference G6B70100  |                |  |                         |                     |
|   | 19.124         | 20084.740.025                                | 10,000<br>10,000        | -<br>-              |
| Professional and Cultural Exchange Programs - Citizen Exchanges:<br>Youth Leadership Program - Philippines G2B66744   |                |  |                         |                     |
|   | 19.415         | S-ECAPY-11-CA-107 (SS)                       | 25,489                  | -                   |
| Youth Leadership Program - Philippines G2B66745   |                |  |                         |                     |
|   | 19.415         | S-ECAPY-11-CA-107 (SS)                       | 20,257                  | -                   |
| Youth Leadership Program - Southeast Asia G2B66746  |                |  |                         |                     |
|   | 19.415         | S-ECAPY-11-CA-105 (SS)                       | 9,834                   | -                   |
| Youth Leadership Program - Southeast Asia G2B66747  |                |  |                         |                     |
|   | 19.415         | S-ECAPY-11-CA-105 (SS)                       | 14,805                  | -                   |
| Youth Leadership Program 2013: Philippines: Environmental<br>Leadership in the Philippines G2B66757   |                |  |                         |                     |
|   | 19.415         | S-ECAPY-12-CA-154(RJ)                        | 43,966                  | -                   |
| Youth Leadership Program 2013 - Philippines: Environmental<br>Leadership in the Philippines G2B66758  |                |  |                         |                     |
|   | 19.415         | S-ECAPY-12-CA-154 (RJ)                       | 176,632<br>290,983      | 102,090<br>102,090  |
| <b>Total Department of State</b>  |                |  | <u>311,605</u>          | <u>102,090</u>      |
| <u>NATIONAL ENDOWMENT FOR THE ARTS</u>  |                |  |                         |                     |
| Promotion of the Arts Grants to Organizations and Individuals:<br>Enhanced Programming for NIU Community School of Music<br>G2B66749  |                |  |                         |                     |
|   | 45.024         | 2006-05792-02-01 DT                          | 1,583                   | -                   |
| Expanding Our Reach: NIU Community School of the Arts Project<br>2012-2013 G2B66756   |                |  |                         |                     |
|   | 45.024         | 12-5900-7083                                 | 9,707<br>11,290         | -<br>-              |
| <b>Total National Endowment for the Arts</b>  |                |  | <u>11,290</u>           | <u>-</u>            |

State of Illinois  
Northern Illinois University  
Schedule of Expenditures of Federal Awards (Continued)  
Year Ended June 30, 2013

| Federal Grantor/Pass-Through Grantor<br>Program/Grant Title         | CFDA<br>Number | Federal Project or<br>Pass-Through<br>Number | FY 2013<br>Expenditures | To<br>Subrecipients |
|---|----------------|--|-------------------------|---------------------|
| <b>OTHER PROGRAMS (CONTINUED)</b>                                   |                |  |                         |                     |
| <u>NATIONAL ENDOWMENT FOR THE HUMANITIES</u>                        |                |  |                         |                     |
| Promotion of the Humanities_Federal/State Partnership:              |                |  |                         |                     |
| Passed Through Illinois Humanities Council:                         |                |  |                         |                     |
| Beyond Machu Pichu: Cultural and Identify in Andean Peru            |                |  |                         |                     |
| G6B70132  | 45.129         | IHC Grant #GR_4988_00                        | \$ 3,786                | \$ -                |
|   |                |  | <u>3,786</u>            | <u>-</u>            |
| <b>Total National Endowment for the Arts</b>                        |                |  | <u>3,786</u>            | <u>-</u>            |
| <u>INSTITUTE OF MUSEUM AND LIBRARY SCIENCES</u>                     |                |  |                         |                     |
| National Leadership Grants:   |                |  |                         |                     |
| ADOPT(Achieving Digital Object Preservation Together): Securing and |                |  |                         |                     |
| Presenting Local Culture Heritage for Global Access                 |                |  |                         |                     |
| G2B66754  | 45.312         | LG-05-11-0156-11                             | 213,490                 | -                   |
|   |                |  | <u>213,490</u>          | <u>-</u>            |
| <b>Total Institute of Museum and Library Sciences</b>               |                |  | <u>213,490</u>          | <u>-</u>            |
| <u>ENVIRONMENTAL PROTECTION AGENCY</u>                              |                |  |                         |                     |
| Source Reduction Assistance:  |                |  |                         |                     |
| Passed-Through the Illinois Manufacturing Extension Center Bradley  |                |  |                         |                     |
| University:   |                |  |                         |                     |
| Illinois Manufacturing Extension Center                             |                |  |                         |                     |
| G6B9823/G6B69880  | 66.717         | IMEC   | 4,779                   | -                   |
|   |                |  | <u>4,779</u>            | <u>-</u>            |
|   |                |  | <u>4,779</u>            | <u>-</u>            |
| <b>Total Other Programs</b>   |                |  | <u>24,558,955</u>       | <u>17,066,390</u>   |
| <b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>                         |                |  | <u>69,673,307</u>       | <u>19,629,789</u>   |
| <u>NON-CASH FEDERAL FINANCIAL ASSISTANCE</u>                        |                |  |                         |                     |
|   | <u>CFDA</u>    |  | <u>2013</u>             |                     |
|   | <u>Number</u>  |  |                         |                     |
| <u>Federal Loans</u>  |                |  |                         |                     |
| Federal Perkins Loan Program - Federal Capital Contributions (1)    | 84.038         |  | -                       |                     |
| Federal Direct Loans Program (2) G7B69998/G7B70016/G7B70071         | 84.268         |  | 127,578,674             |                     |

(1) Loans advanced during the year as of June 30, 2013 \$1,309,284.52. Loans outstanding as of July 1, 2012 total \$8,793,805.

(2) The University acts as a Direct Loan Servicing Center for students who borrow directly from the Federal Government.

**State of Illinois  
Northern Illinois University**

**Notes to Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2013**

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**Note 1. Significant Accounting Policy**

The accompanying Schedule of Expenditures of Federal Awards (Schedule) of Northern Illinois University (University) has been prepared on the accrual basis of accounting. The Schedule reports expenditures of federal funds related to the respective reporting period. It does not purport to present the results of operations or the net income or loss for the respective period as would a statement of income or a statement of revenues and expenses.

**Note 2. Nature of Programs**

For purposes of the Schedule, federal awards include all grants, contracts, and similar agreements entered into directly between the University and agencies and departments of the federal government and all sub-awards to the University by nonfederal organizations pursuant to federal grants, contracts, and similar agreements. The awards are classified into major program and other program categories in accordance with the provisions of Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Nonprofit Organizations*.

**Note 3. Reconciliation of the Schedule of Expenditures of Federal Awards to the Statement of Revenues, Expenses, and Changes in Net Position**

The following is a reconciliation of total expenditures as reported on the accompanying Schedule of Expenditures of Federal Awards to the operating revenue item of federal and state grants and other contracts and the nonoperating revenue item of Pell grants on the Statement of Revenues, Expenses, and Changes in Net Position included in the University's financial statements:

|  | <u>(in Thousands)</u>   |
|--|-------------------------|
| Total expenditures as reported in the Schedule of Expenditures of Federal Awards   | \$ 69,673               |
| Add the following:   |                         |
| Direct state grants/contracts  | <u>14,228</u>           |
| <b>Total federal and state grants and other contracts and Pell Grants revenues as reported in the Statement of Revenues, Expenses, and Changes in Net Position</b> | <u><u>\$ 83,901</u></u> |

**Supplementary Information for State Compliance Purposes  
Summary**

Supplementary Information for State Compliance Purposes presented in this section of the report includes the following:

- Fiscal Schedules and Analysis:

- Schedule of Appropriations, Expenditures, and Lapsed Balances
- Comparative Schedule of Net Appropriations, Expenditures, and Lapsed Balances
- Comparative Schedule of Income Fund Revenues and Expenses
- Schedule of Changes in Capital Assets
- Comparative Schedule of Cash and Temporary Cash Equivalents, at Cost
- Comparative Schedule of Investments, at Cost
- Analysis of Receivables and Inventories
- Analysis of Significant Variations in Expenses
- Analysis of Significant Variations in Revenues
- Analysis of Significant Variations in Account Balances
- Analysis of Significant Lapse Period Spending
- Schedule of Federal Expenditures, Nonfederal Expenses, and New Loans
- Entity Financial Statements:
  - Other Entities:
    - Condensed Financial Information:
      - Balance Sheet
      - Schedule of Revenues, Expenditures and Changes in Current Fund Balances
      - Schedule of Revenues, Expenditures and Changes in Plant Fund Balances
    - Auxiliary Business Operations, Service Departments, and Indirect Cost Support:
      - Condensed Financial Information:
        - Balance Sheet
        - Schedule of Revenues, Expenditures and Changes in Current Fund Balances
        - Schedule of Revenues, Expenditures and Changes in Plant Fund Balances
      - Auxiliary Enterprises - Revenue Bond Funds:
        - Condensed Financial Information:
          - Balance Sheet
          - Schedule of Revenues, Expenditures and Changes in Current Fund Balances
          - Schedule of Revenues, Expenditures and Changes in Plant Fund Balances
        - Schedule of Indentured Capital Reserves (Unaudited)
  - Calculation Sheet for Current Excess Funds:
    - Other Entities (Unaudited)
    - Auxiliary Business Operations (Unaudited)
    - Service Departments (Unaudited)
    - Auxiliary Enterprises - Revenue Bond Funds (Unaudited)
  - Indirect Cost Support - Sources and Application of Indirect Cost Recoveries
  - Calculation Sheet for Indirect Cost Support Carryforward
  - Description of Accounting Entities
  - Auxiliary Enterprises - Revenue Bond Funds - Schedule of Revenues, Expenses, and Changes in Net Position

**Supplementary Information for State Compliance Purposes  
Summary (Continued)**

- Analysis of Operations (Unaudited):

- Cross-Reference Table of Reporting Requirements
- University Functions and Planning Program (Unaudited)
- Comparative Employment Statistics (Unaudited)
- Emergency Purchases (Unaudited)
- Comparative Enrollment Statistics (Unaudited)
- Schedule of Tuition and Fee Waivers (Unaudited)
- Debt Financed by University-Related Organization (Unaudited)
- Acquisition of Real Estate Costing in Excess of \$250,000 and Not Funded by a Separate Appropriation (Unaudited)
- Bookstore Operations (Unaudited)
- Comments on Certain Matters Regarding Auxiliary Enterprises, Activities, and Accounting Entities, and Tuition, Charges, and Fees (Unaudited)
- Comments on Certain Matters Regarding University-Related Organizations and Other Matters (Unaudited)
- Summary of Foundation Payments to/from the University (Unaudited)
- Summary of Alumni Association Payments to/from the University (Unaudited)
- Summary of Research Foundation payments to/from University (Unaudited)
- Current Unrestricted Funds - Auxiliary Enterprises - Revenue Bond Funds - Occupancy Report of Residence Halls (Unaudited)
- Current Unrestricted Funds - Auxiliary Enterprises - Revenue Bond Funds - Insured Value Summary (Unaudited)

The accountants' report that covers the Supplementary Information for State Compliance Purposes presented on page 6 in the Introductory Section states that it has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in the auditors' opinion, except for that portion marked "unaudited" on which the auditors expressed no opinion, it is fairly stated in all material respects in relation to the basic financial statements, from which it has been derived, taken as a whole. The accountants' report also states that the Analysis of Operations section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, they do not express an opinion or provide any assurance on this section.

Schedule of Appropriations, Expenditures, and Lapsed Balances\*  
Appropriations for Fiscal Year 2013  
Fourteen Months Ended August 31, 2013

|   | Appropriations<br>(Net After<br>Transfers) | Expenditures<br>Through<br>June 30, 2013 | Lapse Period<br>Expenditures<br>July 1 to<br>August 31, 2013 | Total<br>Expenditures | Balances<br>Lapsed |
|---|--|--|--|-----------------------|--------------------|
| <b>PUBLIC ACT 097-0729</b>                    |  |  |  |                       |                    |
| <b>GENERAL REVENUE FUND-007</b>               |  |  |  |                       |                    |
| Personal services                             | \$ 82,691,300                              | \$ 82,691,300                            | \$ -   | \$ 82,691,300         | \$ -               |
| Contributions to Social Security and Medicare | 883,500                                    | 883,500                                  | -  | 883,500               | -                  |
| Group insurance                               | 2,337,300                                  | 2,337,300                                | -  | 2,337,300             | -                  |
| Contractual services                          | 4,240,800                                  | 4,240,800                                | -  | 4,240,800             | -                  |
| Commodities                                   | 1,412,500                                  | 1,412,500                                | -  | 1,412,500             | -                  |
| Equipment                                     | 1,073,500                                  | 1,073,500                                | -  | 1,073,500             | -                  |
| Telecommunication services                    | 724,600                                    | 724,600                                  | -  | 724,600               | -                  |
| Automotive                                    | 106,700                                    | 106,700                                  | -  | 106,700               | -                  |
| Total General Revenue Fund                    | 93,470,200                                 | 93,470,200                               | -  | 93,470,200            | -                  |
| <b>STATE COLLEGE AND UNIVERSITY</b>           |  |  |  |                       |                    |
| <b>TRUST FUND-417</b>                         |  |  |  |                       |                    |
| Scholarship fund                              | 36,000                                     | 19,800                                   | -  | 19,800                | 16,200             |
| <b>TOTAL APPROPRIATED FUNDS</b>               | <b>\$ 93,506,200</b>                       | <b>\$ 93,490,000</b>                     | <b>\$ -</b>  | <b>\$ 93,490,000</b>  | <b>\$ 16,200</b>   |

\*The information contained in this schedule was taken from the University records which have been reconciled to those of the State Comptroller.

Note 1: Expenditure amounts are vouchers approved for payment by the University and submitted to the State Comptroller for payment to the vendor.

Comparative Schedule of Net Appropriations, Expenditures,  
and Lapsed Balances\*  
For the Years Ended June 30, 2013 and 2012

|  | Fiscal Years  |               |
|--|---------------|---------------|
|  | 2013          | 2012          |
|  | PA97-0729     | PA97-0069     |
| <b>General Revenue Fund - 001</b>                |               |               |
| Appropriations (net after transfers)             | \$ 93,470,200 | \$ 99,576,200 |
| Expenditures                                     |               |               |
| Personal services                                | 82,691,300    | -             |
| Contributions to Social Security and<br>Medicare | 883,500       | -             |
| Contractual services                             | 4,240,800     | -             |
| Travel   | -             | -             |
| Commodities                                      | 1,412,500     | -             |
| Awards and grants and matching funds             | -             | -             |
| Equipment and library books                      | 1,073,500     | -             |
| Telecommunications services                      | 724,600       | -             |
| Automotive                                       | 106,700       | -             |
| CMS health insurance                             | 2,337,300     | -             |
| C.H.A.N.C.E.                                     | -             | -             |
| Ordinary and contingent expenses                 | -             | 99,576,200    |
| Total expenditures                               | 93,470,200    | 99,576,200    |
| Lapsed balances                                  | \$ -          | \$ -          |

Comparative Schedule of Net Appropriations, Expenditures,  
and Lapsed Balances\* (Continued)  
For the Years Ended June 30, 2013 and 2012

|   | Fiscal Years      |                   |
|---|-------------------|-------------------|
|   | 2013              | 2012              |
|   | PA97-0729         | PA97-0069         |
| <b>State College and University</b>     |                   |                   |
| <b>Trust Fund - 417</b>                 |                   |                   |
| Appropriations (net after transfers)    | \$ 36,000         | \$ 36,000         |
| Expenditures - scholarship grant awards | 19,800            | 19,164            |
|   | <u>\$ 16,200</u>  | <u>\$ 16,836</u>  |
| <b>Grand Total - All Funds</b>          |                   |                   |
| Appropriations (net after transfers)    | \$ 93,506,200     | \$ 99,612,200     |
| Total expenditures                      | <u>93,490,000</u> | <u>99,595,364</u> |
| Lapse balances                          | <u>\$ 16,200</u>  | <u>\$ 16,836</u>  |

\* Fiscal year 2012 expenditures and related lapsed balances do not reflect any interest payments approved for payment by the Agency and submitted to the Comptroller for payment after August.

Comparative Schedule of Income Fund Revenues and Expenses  
For the Years Ended June 30, 2013 and 2012

|  | 2013           | 2012           |
|--|----------------|----------------|
| <b>Income Fund Revenues</b>                |                |                |
| Tuition, net of waivers                    | \$ 146,735,608 | \$ 144,195,625 |
| Material fees                              | 7,483,316      | 7,454,416      |
| Other                                      | 2,015,114      | 1,614,058      |
|  | <hr/>          |                |
| Total Income Fund Revenues                 | \$ 156,234,038 | \$ 153,264,099 |
|  | <hr/> <hr/>    |                |
| <b>Income Fund Expenses</b>                |                |                |
| Personal services                          | \$ 86,994,444  | \$ 82,720,948  |
| FICA/Medicare                              | 2,354,085      | 2,273,453      |
| Contractual services                       | 35,379,192     | 28,429,728     |
| Travel                                     | 1,177,246      | 1,252,594      |
| Commodities                                | 2,206,490      | 2,354,166      |
| Award/grants and matching funds            | 14,450,499     | 10,426,298     |
| Equipment and library books                | 9,180,657      | 9,634,693      |
| Telecommunications                         | 1,325,899      | 1,391,638      |
| Automotive                                 | 588,812        | 522,404        |
| Capital repairs and permanent improvements | 3,589,988      | 884,497        |
| CMS health insurance                       | 1,204,000      | 1,204,000      |
| Unemployment compensation benefits         | 65,220         | 76,035         |
|  | <hr/>          |                |
| Total Income Fund Expenses                 | \$ 158,516,532 | \$ 141,170,454 |
|  | <hr/> <hr/>    |                |

Schedule of Changes in Capital Assets\*  
For the Year Ended June 30, 2013

|                          | Balance               |                       |                     |                       | Balance                 |
|--------------------------|-----------------------|-----------------------|---------------------|-----------------------|-------------------------|
|                          | June 30, 2012         | Additions             | Transfers           | Deductions            | June 30, 2013           |
| Land                     | \$ 19,280,619         | \$ -                  | \$ -                | \$ -                  | \$ 19,280,619           |
| Land improvements        | 69,874,718            | 2,688,412             | -                   | -                     | 72,563,130              |
| Buildings                | 493,091,183           | 157,433,392           | -                   | -                     | 650,524,575             |
| Equipment                | 247,462,281           | 12,247,182            | -                   | 7,181,962             | 252,527,501             |
| Intangible assets        | 3,820,547             | -                     | -                   | -                     | 3,820,547               |
| Construction in progress | 137,101,236           | 49,579,582            | (109,284)           | 161,413,848           | 25,157,686              |
| Totals                   | <u>\$ 970,630,584</u> | <u>\$ 221,948,568</u> | <u>\$ (109,284)</u> | <u>\$ 168,595,810</u> | <u>\$ 1,023,874,058</u> |

\* This summary schedule was prepared using State property records required by the Illinois Administrative Code (Code). The capitalization policy in the Code is different than the capitalization policy established by the Office of the State Comptroller for financial reporting in accordance with generally accepted accounting principles.

**Comparative Schedule of Cash and Temporary  
Cash Equivalents, at Cost  
(Excluding Foundation and Alumni Association)  
June 30, 2013 and 2012**

|   | 2013                 | 2012                 |
|---|----------------------|----------------------|
| Cash on hand  | \$ 109,417           | \$ 127,523           |
| Checking accounts (1)   |                      |                      |
| Resource Bank, DeKalb, Illinois   | -                    | 3,146                |
| Community Bank of Oregon, Oregon, Illinois                                      | -                    | 1,000                |
| National Bank and Trust Co. of Sycamore,<br>Sycamore, Illinois                  | 13,998,666           | 28,968,030           |
| Amalgamated Bank, Chicago, Illinois   | 26,966,622           | 10,117,112           |
| American Midwest Bank, DeKalb, Illinois   | 4,025,281            | 4,016,158            |
| US Bank, Minneapolis, Minnesota   | 10                   | 6                    |
| Castle Bank, DeKalb, Illinois   | 5,442,155            | 7,278,609            |
| Compass Bank, Austin, Texas   | 178                  | 417                  |
| Temporary cash investments  |                      |                      |
| Illinois Funds - U.S. Bank, Springfield, Illinois                               | 36,246,142           | 19,230,885           |
| Money market funds:   |                      |                      |
| The Bank of New York Mellon Trust Co., NA,<br>Chicago, Illinois:                |                      |                      |
| Hoffman Estates Debt Reserves Fund and<br>Communications Ducts Reserve Fund     | 650,170              | 650,170              |
| The Bank of New York Mellon Trust Co., NA,<br>Chicago, Illinois:                |                      |                      |
| Hoffman Estates Construction Fund and<br>Communications Ducts Construction Fund | 1                    | 1                    |
|   | <u>\$ 87,438,642</u> | <u>\$ 70,393,057</u> |

(1) These amounts represent bank balances.

Comparative Schedule of Investments, at Cost  
June 30, 2013 and 2012

|  | <b>2013</b>           | <b>2012</b>           |
|--|-----------------------|-----------------------|
| U.S. Treasury obligations, U.S. agency obligations,<br>treasury notes and strips, 0.0 to 2.5 percent | <u>\$ 125,972,023</u> | <u>\$ 183,927,112</u> |

Note: Interest rates for June 30, 2013.

Analysis of Receivables and Inventories  
June 30, 2013 and 2012

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Receivables

Reported receivables as of June 30, 2013 and 2012 are summarized below (\$000s):

|                                      | <u>June 30</u>   |                  |
|--------------------------------------|------------------|------------------|
|                                      | <u>2013</u>      | <u>2012</u>      |
| Accounts receivable                  | \$ 43,525        | \$ 42,916        |
| Less allowance for doubtful accounts | <u>(11,652)</u>  | <u>(10,026)</u>  |
| Net accounts receivable              | <u>\$ 31,873</u> | <u>\$ 32,890</u> |
| Student loans receivable             | \$ 8,753         | \$ 8,794         |
| Less allowance for doubtful accounts | <u>(74)</u>      | <u>(76)</u>      |
| Net student loans receivable         | <u>\$ 8,679</u>  | <u>\$ 8,718</u>  |

Accounts receivable consists primarily of amounts due from students (\$30.2 million in 2013 and \$28.5 million in 2012) and other agencies (\$13.3 million and \$14.4 million in 2013 and 2012, respectively).

Student loans receivable consists primarily of student loans issued under the federal government's Perkins Loan Program.

The University provides for an allowance for doubtful accounts to account for nonpayment of student tuition.

The allowance for doubtful accounts relating to student notes is the result of the difficulty of collecting Perkins Loan receivables.

The University utilizes the State offset system as well as private collection services to supplement University collection procedures.

Analysis of Receivables and Inventories (Continued)  
June 30, 2013 and 2012

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**Inventories**

Reported inventories as of June 30, 2013 and 2012 are summarized below (\$000s):

|                           | <u>June 30</u>  |                 |
|---------------------------|-----------------|-----------------|
|                           | <u>2013</u>     | <u>2012</u>     |
| Food                      | \$ 453          | \$ 293          |
| Books                     | 1,690           | 1,870           |
| Inventories for resale    | 881             | 860             |
| Commodities and supplies  | 262             | 253             |
| Other miscellaneous items | 34              | 31              |
|                           | <hr/>           | <hr/>           |
| Total                     | <u>\$ 3,320</u> | <u>\$ 3,307</u> |

Inventories are valued at cost (first-in and first-out or average cost method, depending on the nature of the inventory item) or market, whichever is lower.

**Analysis of Significant Variations in Expenses  
For the Years Ended June 30, 2013 and 2012  
(in Thousands)**

Following are explanations for significant variances between expense accounts reported in the Statement of Revenues, Expenses, and Changes in Net Assets in the financial audit report exceeding \$1,885,000 and 10%:

|                                    | 2013      | 2012      | Increase<br>(Decrease) | Percent<br>Changes | Explanation  |
|------------------------------------|-----------|-----------|------------------------|--------------------|--|
| Public service                     | \$ 42,988 | \$ 51,265 | \$ (8,277)             | -16%               | The change is due to the impact of external funding (i.e. grants) received and expended in a given year.                                   |
| Institutional support              | 34,002    | 30,817    | 3,185                  | 10%                | The change is due to the impact of changing staff levels, number of student events, and increased advertising.                             |
| Staff benefits                     | 153,712   | 121,732   | 31,980                 | 26%                | The change is due to an increase in the amount of on-behalf payments from the State of Illinois for staff benefits.                        |
| Student aid                        | 25,574    | 22,369    | 3,205                  | 14%                | The change is due to an increase in scholarship allowances.  |
| Operation and maintenance of plant | 24,507    | 27,320    | (2,813)                | -10%               | The change is due to the impact of external funding from the Capital Developments Board of Illinois received and expended in a given year. |

**Analysis of Significant Variations in Revenues  
For the Years Ended June 30, 2013 and 2012  
(in Thousands)**

Following are explanations for significant variances between revenue accounts reported in the Statement of Revenues, Expenses, and Changes in Net Position in the financial audit report exceeding \$1,885,000 and 10%:

|  | 2013      | 2012      | Increase<br>(Decrease) | Percent<br>Changes | Explanation   |
|--|-----------|-----------|------------------------|--------------------|---|
| Federal and state grants and other contracts | \$ 54,280 | \$ 62,925 | \$ (8,645)             | -14%               | The change is due to the impact of external funding (i.e. grants) received and expended in a given year.  |
| Other sources                                | 12,120    | 6,733     | 5,387                  | 80%                | The increase is due to a sizable donation of equipment received during fiscal year 2013, the University's participation in the Orange Bowl, the relocation of the Illinois Board of Examiners to the University, and an increase in the demand for the University's services from external parties. |

**Analysis of Significant Variations in Account Balances**  
**June 30, 2013 and 2012**  
**(in Thousands)**

Following are explanations for significant variances between asset and liability accounts reported in the Statement of Net Position in the financial audit report exceeding \$1,885,000 and 10%:

|  | 2013      | 2012      | Increase<br>(Decrease) | Percent<br>Changes | Explanation   |
|--|-----------|-----------|------------------------|--------------------|---|
| Cash and cash equivalents<br>(Restricted and Unrestricted) | \$ 50,726 | \$ 60,889 | \$ (10,163)            | -17%               | The change is due to an increase in the amount of investments held by the University.                                       |
| Investments and marketable securities                      | 131,305   | 118,005   | 13,300                 | 11%                | The change is due to a decrease in the amount of cash held by the University.   |
| Restricted investments and marketable securities           | 27,015    | 71,645    | (44,630)               | -62%               | The change is due to an increase in capital construction in fiscal year 2013; paid for through the use of restricted funds. |
| Deferred revenue and grants                                | 3,201     | 9,643     | (6,442)                | -67%               | The change is due to the spending down of grant funds received in advance.  |

**Analysis of Significant Lapse Period Spending  
Year Ended June 30, 2013**

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No significant lapse period spending was noted for the General Revenue Fund or the State College and University Trust Fund.

**Schedule of Federal Expenditures, Nonfederal Expenses,  
and New Loans  
For the Year Ended June 30, 2013 (Accrual Basis)  
(Expressed in Thousands)**

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**Schedule A - Federal Financial Component**

|  |           |                |
|--|-----------|----------------|
| Total federal expenditures reported on SEFA schedule   | \$        | 69,673         |
| Total new loans made not included on SEFA schedule   |           | 127,579        |
| Amount of federal loan balances at beginning of the year<br>(not included on the SEFA schedule) and continued<br>compliance required |           | 8,794          |
| Other noncash federal award expenditures (not included<br>on SEFA schedule)  |           | -              |
| <b>Total Schedule A</b>  | <b>\$</b> | <b>206,046</b> |

**Schedule B - Total Financial Component**

|   |           |                |
|---|-----------|----------------|
| Total operating expenses (from financial statements)    | \$        | 588,848        |
| Total nonoperating expenses (from financial statements) |           | 22,927         |
| Total new loans made                                    |           | 127,579        |
| Amount of federal loan balances at beginning of year    |           | 8,794          |
| Other noncash federal award expenditures                |           | -              |
| <b>Total Schedule B</b>                                 | <b>\$</b> | <b>748,148</b> |

**Schedule C**

|                           | <u>Amount</u>     | <u>Percent</u> |
|---------------------------|-------------------|----------------|
| Total Schedule A          | \$ 206,046        | 27.5 %         |
| Total nonfederal expenses | 542,102           | 72.5           |
| <b>Total Schedule B</b>   | <b>\$ 748,148</b> | <b>100.0 %</b> |

These schedules are used to determine the University's single audit costs in accordance with OMB Circular A-133.

Other Entities  
Condensed Financial Information  
June 30, 2013

| <b>Balance Sheet</b>                     | <b>Continuing<br/>Education<br/>Contract<br/>Courses</b> | <b>Continuing<br/>Education<br/>and Public<br/>Service</b> | <b>Sales and<br/>Services of<br/>Educational<br/>Activities</b> | <b>Student<br/>Programs<br/>and<br/>Services</b> |
|--|--|--|---|--|
| <b>Assets</b>                            |  |  |   |  |
| Current fund:                            |  |  |   |  |
| Cash and cash equivalents                | \$ 3,790,249   | \$ 5,031,302   | \$ 4,492,723  | \$ 15,460,122                                    |
| Other assets                             | 407,329  | 370,788  | 647,030   | 242,453  |
| Total current fund                       | <u>4,197,578</u>   | <u>5,402,090</u>   | <u>5,139,753</u>  | <u>15,702,575</u>                                |
| Plant fund:                              |  |  |   |  |
| Plant fund assets                        | 89,555   | 294,237  | 162,192   | 311,983  |
| Total Assets                             | <u>\$ 4,287,133</u>                                      | <u>\$ 5,696,327</u>  | <u>\$ 5,301,945</u>   | <u>\$ 16,014,558</u>                             |
| <b>Liabilities</b>                       |  |  |   |  |
| Accounts payable and<br>accrued expenses | \$ 105,053   | \$ 355,201   | \$ 917,518  | \$ 286,518                                       |
| Deferred income                          | 49,100   | 436,201  | 166,760   | 854,161  |
| Total liabilities                        | <u>154,153</u>   | <u>791,402</u>   | <u>1,084,278</u>  | <u>1,140,679</u>                                 |
| Fund balances                            |  |  |   |  |
| Current fund                             | 4,043,425  | 4,610,688  | 4,055,475   | 14,561,896                                       |
| Plant fund                               | 89,555   | 294,237  | 162,192   | 311,983  |
| Total fund balances                      | <u>4,132,980</u>   | <u>4,904,925</u>   | <u>4,217,667</u>  | <u>14,873,879</u>                                |
| Total liabilities and<br>fund balances   | <u>\$ 4,287,133</u>                                      | <u>\$ 5,696,327</u>  | <u>\$ 5,301,945</u>   | <u>\$ 16,014,558</u>                             |

**Schedule of Revenues, Expenditures and  
Changes in Current Fund Balances  
For the Year Ended June 30, 2013**

|                                    |                     |                     |                     |                      |
|------------------------------------|---------------------|---------------------|---------------------|----------------------|
| Beginning current fund<br>balances | \$ 3,908,498        | \$ 5,632,040        | \$ 3,748,779        | \$ 11,422,359        |
| Revenues                           | 3,583,605           | 12,972,199          | 9,982,188           | 25,332,982           |
| Expenditures                       | (3,628,252)         | (13,460,727)        | (9,868,372)         | (22,651,477)         |
| Transfers                          | 179,574             | (532,824)           | 192,880             | 458,032              |
| Ending current fund<br>balances    | <u>\$ 4,043,425</u> | <u>\$ 4,610,688</u> | <u>\$ 4,055,475</u> | <u>\$ 14,561,896</u> |

Other Entities  
Condensed Financial Information (Continued)  
Schedule of Revenues, Expenditures and Changes  
in Plant Fund Balances  
For the Year Ended June 30, 2013

|                               | Continuing<br>Education<br>Contract<br>Courses | Continuing<br>Education<br>and Public<br>Service | Sales and<br>Services of<br>Educational<br>Activities | Student<br>Programs<br>and<br>Services |
|-------------------------------|--|--|---|--|
| Beginning plant fund balances | \$ 35,465                                      | \$ 124,398                                       | \$ 83,309   | \$ 252,440                             |
| Revenues                      | 68,839   | 211,768  | 99,689  | 139,331                                |
| Expenditures                  | (14,749)                                       | (41,929)   | (20,806)  | (79,788)                               |
| Ending plant fund balances    | <u>\$ 89,555</u>                               | <u>\$ 294,237</u>                                | <u>\$ 162,192</u>                                     | <u>\$ 311,983</u>                      |

**Auxiliary Business Operations, Service Departments,  
and Indirect Cost Support  
Condensed Financial Information  
June 30, 2013**

| <b>Balance Sheet</b>                     | <b>Auxiliary<br/>Business<br/>Operations</b> | <b>Service<br/>Departments</b> | <b>Indirect<br/>Cost<br/>Support</b> |
|--|--|--------------------------------|--------------------------------------|
| <b>Assets</b>                            |  |                                |                                      |
| Current fund:                            |  |                                |                                      |
| Cash and cash equivalents                | \$ 1,677,945                                 | \$ 24,369,419                  | \$ 3,415,043                         |
| Accounts receivable                      | 47,042                                       | 275,298                        | -                                    |
| Inventories                              | 7,474  | 767,603                        | -                                    |
| Other assets                             | -  | 22,400                         | -                                    |
| Total current fund                       | <u>1,732,461</u>                             | <u>25,434,720</u>              | <u>3,415,043</u>                     |
| Plant fund:                              |  |                                |                                      |
| Plant fund assets                        | <u>91,166</u>                                | <u>4,196,909</u>               | <u>555,477</u>                       |
| Total assets                             | <u>\$ 1,823,627</u>                          | <u>\$ 29,631,629</u>           | <u>\$ 3,970,520</u>                  |
| <b>Liabilities</b>                       |  |                                |                                      |
| Accounts payable and<br>accrued expenses | \$ 54,285                                    | \$ 12,580,905                  | \$ 292,718                           |
| Deferred income                          | 202,929                                      | -                              | -                                    |
| Total liabilities                        | <u>257,214</u>                               | <u>12,580,905</u>              | <u>292,718</u>                       |
| Fund balances                            |  |                                |                                      |
| Current fund                             | 1,475,247                                    | 12,853,815                     | 3,122,325                            |
| Plant fund                               | 91,166                                       | 4,196,909                      | 555,477                              |
| Total fund balances                      | <u>1,566,413</u>                             | <u>17,050,724</u>              | <u>3,677,802</u>                     |
| Total liabilities and<br>fund balances   | <u>\$ 1,823,627</u>                          | <u>\$ 29,631,629</u>           | <u>\$ 3,970,520</u>                  |

**Schedule of Revenues, Expenditures and  
Changes in Current Fund Balances  
For the Year Ended June 30, 2013**

|                                 |                     |                      |                     |
|---------------------------------|---------------------|----------------------|---------------------|
| Beginning current fund balances | \$ 1,325,021        | \$ 8,499,586         | \$ 2,749,952        |
| Revenues                        | 9,303,673           | 78,828,127           | 5,773,680           |
| Expenditures                    | (8,711,884)         | (74,500,584)         | (5,728,119)         |
| Transfers                       | (441,563)           | 26,686               | 326,812             |
| Ending current fund balances    | <u>\$ 1,475,247</u> | <u>\$ 12,853,815</u> | <u>\$ 3,122,325</u> |

**Auxiliary Business Operations, Service Departments,  
and Indirect Cost Support  
Condensed Financial Information (Continued)  
Schedule of Revenues, Expenditures and Changes  
in Plant Fund Balances  
For the Year Ended June 30, 2013**

|                               | <b>Auxiliary<br/>Business<br/>Operations</b> | <b>Service<br/>Departments</b> | <b>Indirect<br/>Cost<br/>Support</b> |
|-------------------------------|--|--------------------------------|--------------------------------------|
| Beginning plant fund balances | \$ 130,646                                   | \$ 4,145,562                   | \$ 617,178                           |
| Revenues                      | 7,875  | 1,848,709                      | 226,963                              |
| Expenditures                  | (47,355)                                     | (1,797,362)                    | (288,664)                            |
| Ending plant fund balances    | <u>\$ 91,166</u>                             | <u>\$ 4,196,909</u>            | <u>\$ 555,477</u>                    |

**Auxiliary Enterprises - Revenue Bond Funds**  
**Condensed Financial Information**  
**June 30, 2013**

| <b>Balance Sheet</b>                       | <b>Residence<br/>Halls</b> | <b>Student<br/>Services</b> | <b>Recreation<br/>Facilities</b> | <b>Parking</b>     |
|--|----------------------------|-----------------------------|----------------------------------|--------------------|
| <b>Assets</b>                              |                            |                             |                                  |                    |
| Current fund:                              |                            |                             |                                  |                    |
| Cash and cash equivalents                  | \$ 120,022,467             | \$ (12,014,949)             | \$ (31,507,496)                  | \$ (5,689,263)     |
| Accounts receivable                        | 1,466,146                  | 210,169                     | 1,060                            | -                  |
| Inventories                                | 705,933                    | 1,651,784                   | -                                | -                  |
| Other assets                               | -                          | -                           | -                                | -                  |
| <b>Total current fund</b>                  | <b>122,194,546</b>         | <b>(10,152,996)</b>         | <b>(31,506,436)</b>              | <b>(5,689,263)</b> |
| Plant fund:                                |                            |                             |                                  |                    |
| Restricted investments                     | 59,184,699                 | -                           | -                                | -                  |
| Land, Buildings & Equipment                | 214,751,473                | 18,234,901                  | 33,229,927                       | 6,064,985          |
| <b>Total assets</b>                        | <b>\$ 396,130,718</b>      | <b>\$ 8,081,905</b>         | <b>\$ 1,723,491</b>              | <b>\$ 375,722</b>  |
| <b>Liabilities</b>                         |                            |                             |                                  |                    |
| Accounts payable and accrued expenses      | \$ 39,928,380              | \$ 370,047                  | \$ 88,320                        | \$ 3,939           |
| Deferred income                            | 451,152                    | 185,182                     | 135,980                          | -                  |
| Plant fund:                                |                            |                             |                                  |                    |
| Debt                                       | 303,947,913                | -                           | -                                | -                  |
| <b>Total liabilities</b>                   | <b>344,327,445</b>         | <b>555,229</b>              | <b>224,300</b>                   | <b>3,939</b>       |
| Fund balances                              |                            |                             |                                  |                    |
| Current fund                               | 108,246,541                | (10,708,225)                | (31,730,736)                     | (5,693,202)        |
| Plant fund                                 | (56,443,268)               | 18,234,901                  | 33,229,927                       | 6,064,985          |
| <b>Total fund balances</b>                 | <b>51,803,273</b>          | <b>7,526,676</b>            | <b>1,499,191</b>                 | <b>371,783</b>     |
| <b>Total liabilities and fund balances</b> | <b>\$ 396,130,718</b>      | <b>\$ 8,081,905</b>         | <b>\$ 1,723,491</b>              | <b>\$ 375,722</b>  |

**Schedule of Revenues, Expenditures and  
Changes in Current Fund Balances  
For the Year Ended June 30, 2013**

|                                     |                       |                        |                        |                       |
|-------------------------------------|-----------------------|------------------------|------------------------|-----------------------|
| Beginning current fund balances     | \$ 118,194,748        | \$ (12,968,456)        | \$ (30,139,598)        | \$ (5,623,466)        |
| Revenues                            | 18,541,237            | 14,260,997             | 3,365,006              | 1,536,202             |
| Expenditures                        | (28,489,444)          | (12,000,766)           | (4,956,144)            | (1,605,938)           |
| <b>Ending current fund balances</b> | <b>\$ 108,246,541</b> | <b>\$ (10,708,225)</b> | <b>\$ (31,730,736)</b> | <b>\$ (5,693,202)</b> |

**Auxiliary Enterprises - Revenue Bond Funds  
Condensed Financial Information (Continued)  
Schedule of Revenues, Expenditures and  
Changes in Plant Fund Balances  
For the Year Ended June 30, 2013**

|                               | <b>Residence<br/>Halls</b> | <b>Student<br/>Services</b> | <b>Recreation<br/>Facilities</b> | <b>Parking</b>      |
|-------------------------------|----------------------------|-----------------------------|----------------------------------|---------------------|
| Beginning plant fund balances | \$ (62,522,587)            | \$ 19,120,142               | \$ 32,324,374                    | \$ 5,819,413        |
| Revenues                      | 41,603,409                 | 20,260                      | 2,311,499                        | 523,537             |
| Expenditures                  | (35,524,090)               | (905,501)                   | (1,405,946)                      | (277,965)           |
| Ending plant fund balances    | <u>\$ (56,443,268)</u>     | <u>\$ 18,234,901</u>        | <u>\$ 33,229,927</u>             | <u>\$ 6,064,985</u> |

**Auxiliary Enterprises - Revenue Bond Funds**  
**Schedule of Indentured Capital Reserves**  
**June 30, 2013**  
**(Unaudited)**

---

|  |                       |
|--|-----------------------|
| Replacement cost of buildings  | \$ 746,168,030        |
| Replacement cost of equipment  | <u>51,589,939</u>     |
| Total replacement cost of buildings and equipment  | <u>\$ 797,757,969</u> |
| Allowable indentured capital reserves - 5 percent of total replacement cost of buildings and equipment | \$ 39,887,898         |
| Less actual indentured capital reserve at June 30  | <u>-</u>              |
| Margin of compliance   | <u>\$ 39,887,898</u>  |

Note: Replacement costs shown above were calculated based on provisions of the University Guidelines 1982, as amended in 1997, and the bond indenture, using the original cost of the facilities adjusted for the change in the building cost index as reported in the "Engineering News Record."

Other Entities  
Calculation Sheet for Current Excess Funds  
June 30, 2013  
(Unaudited)

|  | Continuing<br>Education<br>Contract<br>Courses | Continuing<br>Education<br>and Public<br>Service | Sales and<br>Services of<br>Educational<br>Activities | Student<br>Programs<br>and<br>Services |
|--|--|--|---|--|
| 1. Current available funds:  |  |  |   |  |
| Add:   |  |  |   |  |
| Cash   | \$ 3,790,249                                   | \$ 5,031,302                                     | \$ 4,492,723  | \$ 15,460,122                          |
| Total current available funds  | A. 3,790,249                                   | 5,031,302  | 4,492,723   | 15,460,122                             |
| 2. Working capital allowance:  |  |  |   |  |
| Add:   |  |  |   |  |
| Highest month's expenditures   | 1,766,767                                      | 5,059,136  | 3,886,921   | 13,224,741                             |
| Encumbrances and current liabilities paid in lapse period  | 105,053  | 355,201  | 917,518   | 286,518                                |
| Deferred income  | 49,100   | 436,201  | 166,760   | 854,161                                |
| Working capital allowance  | B. 1,920,920                                   | 5,850,538  | 4,971,199   | 14,365,420                             |
| 3. Current excess funds:   |  |  |   |  |
| Deduct B from A and Enter here.  | C. 1,869,329                                   | (819,236)  | (478,476)   | 1,094,702                              |
| 4. Calculation of income fund remittance:  |  |  |   |  |
| An entity may offset excess capital or current funds within the entity. Enter the amount to be offset, if any, here. | D. (2,782,047)                                 | (1,411,133)                                      | (1,904,819)   | (1,797,179)                            |
| Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund.                 | (912,718)                                      | (2,230,369)                                      | (2,383,295)   | (702,477)                              |
| Excess funds offset  |  |  |   |  |
| Buildings  | \$ 35,124,045                                  | \$ -   | \$ -  | \$ -                                   |
| Equipment  | \$ 5,129,223                                   | \$ 7,055,667                                     | \$ 9,524,097  | \$ 8,985,896                           |
| Maximum - 5 percent for buildings  | \$ 1,756,202                                   | \$ -   | \$ -  | \$ -                                   |
| Maximum - 20 percent for equipment   | 1,025,845                                      | 1,411,133  | 1,904,819   | 1,797,179                              |
| Total excess funds offset  | \$ 2,782,047                                   | \$ 1,411,133                                     | \$ 1,904,819  | \$ 1,797,179                           |

Note: Assets subject to the excess fund calculation are recorded in the University Plant Fund. Separate ledgers are maintained detailing the composition and source of these assets for the excess fund calculation.

Auxiliary Business Operations  
Calculation Sheet for Current Excess Funds  
June 30, 2013  
(Unaudited)

---

|    |  |    |                              |
|----|--|----|------------------------------|
| 1. | Current available funds:   |    |                              |
|    | Add:   |    |                              |
|    | Cash and cash equivalents  | \$ | 1,677,945                    |
|    | Total current available funds  | A. | 1,677,945                    |
| 2. | Working capital allowance:   |    |                              |
|    | Add:   |    |                              |
|    | Highest month's expenditures   |    | 6,370,481                    |
|    | Encumbrances and current liabilities paid<br>in lapse period   |    | 54,285                       |
|    | Deferred income  |    | <u>202,929</u>               |
|    | Working capital allowance  | B. | <u>6,627,695</u>             |
| 3. | Current excess funds:  |    |                              |
|    | Deduct B from A and enter here   | C. | (4,949,750)                  |
| 4. | Calculation of income fund remittance:   |    |                              |
|    | An entity may offset excess capital or current<br>funds within the entity. Enter the amount<br>to be offset, if any, here. | D. | <u>-</u>                     |
|    | Enter the algebraic sum of C and D and remit<br>the amount due, if any, for deposit in the<br>Income Fund.                 |    | <u><u>\$ (4,949,750)</u></u> |

Service Departments  
Calculation Sheet for Current Excess Funds  
June 30, 2013  
(Unaudited)

---

|    |  |                        |
|----|--|------------------------|
| 1. | Current available funds:   |                        |
|    | Add:   |                        |
|    | Cash and cash equivalents  | \$ 24,369,419          |
|    | Total current available funds  | A. <u>24,369,419</u>   |
| 2. | <u>Working capital allowance:</u>  |                        |
|    | Add:   |                        |
|    | Highest month's expenditures   | 19,509,805             |
|    | Encumbrances and current liabilities paid<br>in lapse period   | 12,580,905             |
|    | Deferred income  | <u>-</u>               |
|    | Working capital allowance  | B. <u>32,090,710</u>   |
| 3. | Current excess funds:  |                        |
|    | Deduct B from A and enter here   | C. (7,721,291)         |
| 4. | Calculation of income fund remittance:   |                        |
|    | An entity may offset excess capital or current<br>funds within the entity. Enter the amount<br>to be offset, if any, here. | D. <u>(9,777,323)</u>  |
|    | Enter the algebraic sum of C and D and remit<br>the amount due, if any, for deposit in the<br>Income Fund.                 | <u>\$ (17,498,614)</u> |

**Auxiliary Enterprises - Revenue Bond Funds**  
**Calculation Sheet for Current Excess Funds**  
**June 30, 2013**  
**(Unaudited)**

|   | Residence<br>Halls | Student<br>Services | Recreation<br>Facilities | Parking        |
|---|--------------------|---------------------|--------------------------|----------------|
| 1. Current available funds:                               |                    |                     |                          |                |
| Add:  |                    |                     |                          |                |
| Cash  | \$ 120,022,467     | \$ (12,014,949)     | \$ (31,507,496)          | \$ (5,689,263) |
| Total current available funds                             | A. 120,022,467     | (12,014,949)        | (31,507,496)             | (5,689,263)    |
| 2. Working capital allowance:                             |                    |                     |                          |                |
| Add:  |                    |                     |                          |                |
| Highest month's expenditures                              | 58,936,971         | 4,829,360           | 1,575,209                | 449,010        |
| Encumbrances and current liabilities paid in lapse period | 39,928,380         | 370,047             | 88,320                   | 3,939          |
| Deferred income   | 451,152            | 185,182             | 135,980                  | -              |
| Working capital allowance                                 | B. 99,316,503      | 5,384,589           | 1,799,509                | 452,949        |
| 3. Current excess funds:                                  |                    |                     |                          |                |
| Deduct B from A and enter here.                           | C. 20,705,964      | (17,399,538)        | (33,307,005)             | (6,142,212)    |
| Capital offset  | D. (20,705,964)    | -                   | -                        | -              |
| Sum   | \$ -               | \$ (17,399,538)     | \$ (33,307,005)          | \$ (6,142,212) |

**Indirect Cost Support**  
**Sources and Application of Indirect Cost Recoveries**  
**For the Year Ended June 30, 2013**

---

|  |                            |
|--|----------------------------|
| Balance, beginning of year             | <u>\$ 2,749,952</u>        |
| Sources                                |                            |
| Federal and state grants and contracts | <u>5,773,680</u>           |
| Applications                           |                            |
| Research                               | 72,735                     |
| Instruction                            | 2,879,669                  |
| Public service                         | 36,200                     |
| Academic support                       | 662,826                    |
| Student services                       | 8,448                      |
| Operation and maintenance of plant     | 272,162                    |
| Institutional support                  | <u>1,796,079</u>           |
| <b>Total applications</b>              | <u>5,728,119</u>           |
| Transfers                              | <u>326,812</u>             |
| <b>Net increase</b>                    | <u>372,373</u>             |
| Balance, end of year                   | <u><u>\$ 3,122,325</u></u> |

Calculation Sheet for Indirect Cost  
Support Carryforward  
June 30, 2013

---

|    |   |                    |
|----|---|--------------------|
| 1. | Cash and cash equivalents balance:  |                    |
|    | Enter the June 30 indirect cost entity balance for cash and cash equivalents:   |                    |
|    | Add:  |                    |
|    | Cash and cash equivalents   | <u>\$3,415,043</u> |
| 2. | Allocated reimbursements:   |                    |
|    | Enter the total indirect cost reimbursements allocated for expenditure for the fiscal year completed:   |                    |
|    | \$9,428,507. Enter 30 percent of this amount.   | <u>2,828,552</u>   |
| 3. | Unallocated reimbursements:   |                    |
|    | Enter the lesser of the actual unallocated indirect cost reimbursements for the year completed OR 10 percent of total indirect cost allocations for the year completed. | <u>577,368</u>     |
| 4. | Encumbrances and current liabilities paid in the lapse period:  |                    |
|    | Enter the amount of:  |                    |
|    | Current liabilities   | 292,718            |
|    | Indirect cost carryforward:   |                    |
|    | Enter the total of Items 2, 3, and 4  | <u>3,698,638</u>   |
|    | Subtract from Item 1  | (283,595)          |
|    | If a positive number results, enter here and remit for deposit in the Income Fund   | <u>\$ -</u>        |

Description of Accounting Entities  
June 30, 2013

---

A listing of the University's auxiliary enterprise accounting entities, their purpose, and their sources of revenue as of June 30, 2013 is provided below:

**AUXILIARY ENTERPRISES**

**Revenue Bond Funds**

This entity represents all of the activity of the Auxiliary Enterprises Revenue Bond Funds. This includes the student residence halls, student center, recreational facilities, and campus parking. Construction of each of these facilities was either fully or partially funded through the issuance of revenue bonds. The primary sources of revenue include room and board income, student fees, bookstore sales, food service operations, parking fee and fines, and investment income.

**Auxiliary Business Operations**

This entity consists of auxiliary services primarily supported by student fees. The sub-entities are:

Lorado Taft - The purpose of this account is to support the operations of the Lorado Taft dormitory and food service. Income is from food sales, dorm rentals, conference fees, and facility use fees.

Student Contract Busing - This is the student campus bus operation. Income is from student fees.

University Health Service - The Health Service provides clinic-type services to University students. It is supported from student fees.

**SERVICE DEPARTMENTS**

This group of accounts provides service to various University departments on a charge-back basis. Rates are established and reviewed periodically to operate each service department on a break-even basis.

**INDIRECT COST SUPPORT**

These accounts are supported by indirect cost reimbursements or accounts that receive funding as a by-product of federal grants. The funds pay for administrative costs, physical plant costs, including utilities, and grant proposals.

Description of Accounting Entities (Continued)  
June 30, 2013

---

**OTHER ENTITIES**

**Continuing Education Contract Courses**

These activities are established to provide credit courses to individuals and groups external to the institution. Revenues are mainly from tuition for the courses.

**Continuing Education and Public Service**

These activities are established primarily to provide noncredit services to individuals and groups external to the institution. These activities include community service programs and cooperative extension services. Included in this category are conferences, institutes, general advisory services, reference bureaus, radio and television, consulting, and similar non-instructional services to particular sectors of the community.

**Sales and Services of Educational Activities**

Sales and services of educational activities support instruction and help demonstrate classroom or related educational techniques to students. Revenues are from services or materials furnished which are incidental to the department. Receipts are from testing, cartographic services, book sales, sales of instructional materials, and public opinion services.

**Student Programs and Services**

These programs are supported by student activity fees, gate receipts from athletic events, and income from concerts and performances sponsored by the Student Association.

In addition to the intercollegiate athletics program, the funds sponsor a variety of student functions, including speakers, acquisition of art objects, artist series, legal assistance, orientation, and grant-in-aid.

**Auxiliary Enterprises - Revenue Bonds Funds -  
Schedule of Revenues, Expenses, and  
Changes in Net Position  
For the Year Ended June 30, 2013**

---

**Revenues**

|                                  |               |
|----------------------------------|---------------|
| Food and other merchandise sales | \$ 17,661,397 |
| Room and other rentals           | 39,942,910    |
| Parking revenue                  | 2,757,765     |
| Student fees                     | 15,717,145    |
| Interest in investments          | 1,190,743     |
| Other revenues                   | 7,921,394     |

**Total revenues** 85,191,354

**Expenses**

|  |            |
|--|------------|
| Cost of food and other merchandise sales | 8,312,819  |
| Personal services                        | 20,360,167 |
| Student services                         | 3,843,364  |
| Employee meals furnished                 | 47,812     |
| Insurance                                | 568,434    |
| Laundry                                  | 97,118     |
| General and administrative               | 24,312,031 |
| Repairs and other services               | 13,974,664 |
| Telephone service - student rooms        | 55,768     |
| Utilities                                | 8,132,711  |
| Depreciation                             | 8,490,113  |

**Total expenses** 88,195,001

**Change in net position** \$ (3,003,647)

**State of Illinois  
Northern Illinois University**

**Cross-Reference Table of Reporting Requirements  
June 30, 2013  
(Unaudited)**

In accordance with an Office of the Auditor General, July 25, 2000 memorandum entitled *Matters Regarding University Audits* (Memorandum), certain supplemental data is required to be reported by the University. The table below cross-references the Memorandum requirements (indicated by number and letter paragraph references) to the University financial statements, compliance examination; and audit reports for the year ended June 30, 2013, where such special data is found.

| <b>Reference Number from T. Loobey's<br/>Memorandum Dated July 25, 2000,<br/><u>on University Guidelines</u></b>           | <b>Report and<br/>Page Number<br/>Where Information<br/>is Disclosed<br/><u>Supplementary<br/>Information for<br/>State Compliance<br/>Purposes</u></b> |
|--|---|
| 13a. Violation of <i>University Guidelines, 1982 as Amended</i>  | N/A   |
| 13b. Sources and Application of Indirect Cost Recoveries   | 71  |
| 13c. Calculation Sheet for Indirect Cost Support Carryforward  | 72  |
| 13d. Amount of Tuition Diverted to Auxiliary Enterprise Operations   | 87  |
| 13e. List of Accounting Entity and Description of Sources and Purpose<br>of Revenues                                       | 73-74   |
| 13f. Financial Statements for Each Accounting Entity   | 60-65   |
| 13g. Calculations of Current Excess Funds for Each Accounting Entity   | 67-70   |
| 13h. Support to Auxiliary Enterprise from State Appropriated Funds   | 87  |
| 13i. Statement of Receipts and Disbursements for Bond Indentures   | 75  |
| 13j. Conformity of Bond Fund Accounting to Terms of Bond Issues  | 66, 87  |
| 13k. List of Noninstructional Facilities Reserves  | N/A   |
| 13l. List of Organizations Recognized as University Related<br>Organizations (UROs)  | 88  |
| 13m. Amounts Paid by UROs to the University for Services Provided by<br>the University                                     | 89-91   |
| 13n. Amounts Paid by the University to UROs for Services Provided by<br>the URO  | 89, 91  |
| 13o. Amount of Unreimbursed Subsidies to UROs  | N/A   |
| 13p. Debt Financing of UROs  | 84  |
| 13q. Schedule of Cash and Investments Held by the University   | 51-52   |
| 13r. Allocation Method on Interest from Pooled Investments   | 88  |
| 13s. Costs Per Full-Time Equivalent Student  | N/A   |
| 13t. Acquisition of Real Estate by University or URO Greater Than<br>\$250,000 and Not Specifically Funded                 | 85  |
| 13u. Issuance of Certificates of Participation (COPs) or Participation in<br>Lease or Purchase Arrangements Involving COPs | 88  |

**Other Financial Related Schedules for Universities**

|  |    |
|--|----|
| 1. Schedule of Appropriations, Expenditures, and Lapsed Balances<br>by Major Line Item | 46 |
| 2. Schedule of Income Fund Revenues and Expenses                                       | 49 |
| 3. Schedule of Tuition and Fee Waivers   | 83 |

**State of Illinois  
Northern Illinois University**

**University Functions and Planning Program  
For the Year Ended June 30, 2013  
(Unaudited)**

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**Description of Planning System**

Vision 2020 Plan was embraced by the Board of Trustees in September 2011. The plan was rooted in an extensive benchmarking effort that candidly assessed the University's strengths and weaknesses. The Plan identified very detailed and quantifiable goals and objectives. This initiative is a strategic roadmap toward becoming the most student-centered public research university in the Midwest and establishing strategic goals for the coming decade in areas of student, faculty and facility excellence.

The Vision 2020 steering committee, composed of people representing all facets of the University, will coordinate with seven working groups to set ambitious benchmark goals for such areas as graduation and student-retention rates; engaged learning opportunities; and external grants and contracts.

The Vision 2020 priorities and resource allocations are as follows:

- Academic enrichment - engaged learning; activities in which the student is an active participant; that take place outside the traditional classroom setting; that have content relating to an academic discipline; and actively call on the students to connect the experience to their classroom curriculum
- Distributed learning - credit hours through distributed learning modes, increase in online degree and certificate programs
- Core values – 2010-2011 NIU Faculty Salaries as % of Median among MAC Institutions, diversity among NIU Faculty 2010
- Research and economic development - increase annual research expenditures, increase proposals and awards received
- Student recruitment - freshmen enrollment; transfer student enrollment; graduate student enrollment; adult student enrollment at off-campus sites; number of freshmen graduating in the top 10% of high school class; number of freshmen graduating in the top 25% of high school class; average ACT score of freshmen
- Student success - first year retention rate; graduation rates; degrees per 100 students; success with at-risk students; graduation gaps
- Technology, campus appearance and infrastructure - access to wireless technology and campus improvements and deferred maintenance

**State of Illinois  
Northern Illinois University**

**University Functions and Planning Program (Continued)  
For the Year Ended June 30, 2013  
(Unaudited)**

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2013 Update

Reports consisting of charts and data have been posted to the Vision 2020 website for public review and comment.

**Location, Address, and Head of the University**

Douglas D. Baker, President  
Northern Illinois University  
DeKalb, Illinois 60115

State of Illinois  
Northern Illinois University

Comparative Employment Statistics\*  
June 30, 2013 and 2012  
(Unaudited)

|                           | Instructional<br>Activities | Organized<br>Research | Public<br>Service | Academic<br>Support | Student<br>Services | Institutional<br>Support | Operations and<br>Maintenance<br>Physical Plant | Independent<br>Operations | Total<br>All<br>Functions |
|---------------------------|-----------------------------|-----------------------|-------------------|---------------------|---------------------|--------------------------|---|---------------------------|---------------------------|
| Year ended June 30, 2013: |                             |                       |                   |                     |                     |                          |   |                           |                           |
| Appropriated funds:       |                             |                       |                   |                     |                     |                          |   |                           |                           |
| Facility/administrative   | 1,409.8                     | 34.1                  | 25.8              | 152.9               | 92.2                | 92.8                     | 9.6   | -                         | 1,817.2                   |
| Civil service             | 279.9                       | 1.8                   | 31.0              | 140.9               | 50.2                | 184.1                    | 223.2   | -                         | 911.1                     |
| Student employees         | 63.5                        | 1.5                   | 0.2               | 24.3                | 10.6                | 4.5                      | 7.4   | -                         | 112.0                     |
| Miscellaneous contracts   | 26.3                        | 0.3                   | 0.3               | 6.6                 | 10.7                | 6.7                      | 7.1   | -                         | 58.0                      |
|                           | <u>1,779.5</u>              | <u>37.7</u>           | <u>57.3</u>       | <u>324.7</u>        | <u>163.7</u>        | <u>288.1</u>             | <u>247.3</u>                                    | <u>-</u>                  | <u>2,898.3</u>            |
| Nonappropriated funds:    |                             |                       |                   |                     |                     |                          |   |                           |                           |
| Facility/administrative   | 87.4                        | 118.3                 | 134.0             | 32.8                | 115.6               | 21.4                     | 0.9   | 53.7                      | 564.1                     |
| Civil service             | 7.1                         | 7.5                   | 23.2              | 16.4                | 71.2                | 42.0                     | 77.6  | 297.6                     | 542.6                     |
| Student employees         | 26.3                        | 22.7                  | 15.8              | 4.7                 | 110.8               | 11.5                     | 0.3   | 215.1                     | 407.2                     |
| Miscellaneous contracts   | 5.8                         | 27.7                  | 26.3              | 12.1                | 6.9                 | 5.7                      | 2.2   | 49.8                      | 136.5                     |
|                           | <u>126.6</u>                | <u>176.2</u>          | <u>199.3</u>      | <u>66.0</u>         | <u>304.5</u>        | <u>80.6</u>              | <u>81.0</u>                                     | <u>616.2</u>              | <u>1,650.4</u>            |
| Total All Funds           | <u>1,906.1</u>              | <u>213.9</u>          | <u>256.6</u>      | <u>390.7</u>        | <u>468.2</u>        | <u>368.7</u>             | <u>328.3</u>                                    | <u>616.2</u>              | <u>4,548.7</u>            |
| Year ended June 30, 2012: |                             |                       |                   |                     |                     |                          |   |                           |                           |
| Appropriated funds:       |                             |                       |                   |                     |                     |                          |   |                           |                           |
| Facility/administrative   | 1,292.7                     | 35.4                  | 31.1              | 131.6               | 94.4                | 91.8                     | 10.3  | -                         | 1,687.3                   |
| Civil service             | 286.2                       | 2.2                   | 33.5              | 141.3               | 53.2                | 180.5                    | 220.4   | -                         | 917.3                     |
| Student employees         | 53.3                        | 0.2                   | 0.3               | 23.4                | 13.7                | 3.9                      | 6.3   | -                         | 101.1                     |
| Miscellaneous contracts   | 18.9                        | -                     | 0.6               | 5.7                 | 8.4                 | 6.6                      | 10.3  | -                         | 50.5                      |
|                           | <u>1,651.1</u>              | <u>37.8</u>           | <u>65.5</u>       | <u>302.0</u>        | <u>169.7</u>        | <u>282.8</u>             | <u>247.3</u>                                    | <u>-</u>                  | <u>2,756.2</u>            |
| Nonappropriated funds:    |                             |                       |                   |                     |                     |                          |   |                           |                           |
| Facility/administrative   | 67.2                        | 122.8                 | 141.9             | 32.0                | 110.2               | 23.3                     | 1.4   | 56.1                      | 554.9                     |
| Civil service             | 9.7                         | 7.0                   | 25.5              | 18.2                | 70.6                | 42.2                     | 58.7  | 307.6                     | 539.5                     |
| Student employees         | 30.3                        | 21.9                  | 18.8              | 6.4                 | 122.9               | 12.6                     | 1.5   | 204.6                     | 419.0                     |
| Miscellaneous contracts   | 5.8                         | 23.8                  | 21.8              | 6.3                 | 7.5                 | 5.8                      | 1.3   | 55.9                      | 128.2                     |
|                           | <u>113.0</u>                | <u>175.5</u>          | <u>208.0</u>      | <u>62.9</u>         | <u>311.2</u>        | <u>83.9</u>              | <u>62.9</u>                                     | <u>624.2</u>              | <u>1,641.6</u>            |
| Total All Funds           | <u>1,764.1</u>              | <u>213.3</u>          | <u>273.5</u>      | <u>364.9</u>        | <u>480.9</u>        | <u>366.7</u>             | <u>310.2</u>                                    | <u>624.2</u>              | <u>4,397.8</u>            |

\*Provided by the Office of Budget and Planning.

This is the employment information reported to the State of Illinois Board of Higher Education. Staff years are computed by dividing an employee's number of months of employment during the fiscal year by 12 and multiplying that number by a factor of one for full-time and multiplying by the percentage of appointment for part-time. One example of staff year computation is as follows:

1 full-time employee employed 12 months of fiscal year counts as 1 staff year.

**State of Illinois  
Northern Illinois University**

**Emergency Purchases  
For the Year Ended June 30, 2013  
(Unaudited)**

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Following is a list of emergency purchase affidavits filed by the University with the Office of the Auditor General during the year:

**Sterling Commercial Roofing – Estimated Cost: \$140,000.00**

The services of Sterling Commercial Roofing, Inc. were engaged to repair a roofing membrane system on Reavis Hall following a failure of that system.

**Sterling Commercial Roofing – Actual Cost: \$218,590.00**

Services of Sterling were engaged to repair a portion of a roofing membrane system on the NIU Music Building. Temporary repairs to the building roof unexpectedly failed under unusual weather conditions recently experienced. The scheduled classes at these locations cannot be relocated without serious disruption. The immediate work is necessary to ensure safety to the public.

**Pepper Construction – Actual Cost: \$243,343.00**

Repairs to be made following a fire which caused damage to a building in Hoffman Estates.

**IMEX Restoration – Actual Cost: \$25,000.00**

IMEX was called to clean and restore a building in Hoffman Estates following a fire.

**Otto Baum Co. – Actual Cost: \$99,365.00**

Otto Baum was selected to repair masonry damage on the west parapet walls of Davis Hall.

**Blackboard – Actual Cost: \$231,447.47**

A recently announced end of life support for current university software products and incompatibilities with existing campus equipment has made it necessary to upgrade the system and associated equipment immediately.

**CPTA – Actual Cost: \$81,710.00**

In order to complete a condition of a Department of Defense grant, NIU must construct a prototype pCT system for imaging head-size phantom objects. Following a period of research and testing, it became necessary to acquire sensors that were determined to be optimal for the construction. Completion of the grant under the deadlines would be jeopardized unless an immediate purchase is made.

**Pepper Construction Company – Estimated Cost: \$249,000.00**

An inspection revealed that numerous temporary repairs to a concrete deck had failed, and that structural repairs were needed immediately to address life safety concerns. Partial collapse of a ceiling structure is possible and may occur at any time. Permanent repairs will also ensure protection of mechanical equipment located in room. The particular contractor was chosen based on prior experience with the University and their quotation.

**State of Illinois  
Northern Illinois University**

**Emergency Purchases (Continued)  
For the Year Ended June 30, 2013  
(Unaudited)**

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**Oracle America, Inc. – Actual Cost: \$2,525,630.73**

The University was able to secure a substantial one-time discount on purchase of software, hardware and systems maintenance due to a change by the vendor in the strategic direction of our particular product line as well as favorable pricing based on the company's end of fiscal year 5/30/2013. This singular opportunity became available due to market conditions experienced by the vendor and was only available until 5/24/2013. Similarly as part of this purchase all software licensed from the company, not just the items included in the purchase are covered by maintenance caps for five years. The vendor was chosen based on many years of prior experience with the University.

**State of Illinois  
Northern Illinois University**

**Comparative Enrollment Statistics\*  
June 30, 2013  
(Unaudited)**

|                    | <b>Semesters</b>       |                      |                        |                        |                      |                        |
|--------------------|------------------------|----------------------|------------------------|------------------------|----------------------|------------------------|
|                    | <b>Summer<br/>2012</b> | <b>Fall<br/>2012</b> | <b>Spring<br/>2013</b> | <b>Summer<br/>2011</b> | <b>Fall<br/>2011</b> | <b>Spring<br/>2012</b> |
| <b>On-Campus:</b>  |                        |                      |                        |                        |                      |                        |
| Undergraduate      | 2,001                  | 14,522               | 13,021                 | 2,257                  | 15,181               | 13,670                 |
| Graduate           | 1,576                  | 2,250                | 2,220                  | 1,643                  | 2,393                | 2,302                  |
| Professional       | 52                     | 417                  | 385                    | 53                     | 400                  | 383                    |
| Subtotal           | <u>3,629</u>           | <u>17,189</u>        | <u>15,626</u>          | <u>3,953</u>           | <u>17,974</u>        | <u>16,355</u>          |
| <b>Off-Campus:</b> |                        |                      |                        |                        |                      |                        |
| Undergraduate      | 298                    | 298                  | 278                    | 282                    | 298                  | 265                    |
| Graduate           | 1,240                  | 751                  | 699                    | 1,272                  | 758                  | 753                    |
| Subtotal           | <u>1,538</u>           | <u>1,049</u>         | <u>977</u>             | <u>1,554</u>           | <u>1,056</u>         | <u>1,018</u>           |
| Total              | <u><u>5,167</u></u>    | <u><u>18,238</u></u> | <u><u>16,603</u></u>   | <u><u>5,507</u></u>    | <u><u>19,030</u></u> | <u><u>17,373</u></u>   |

Note: All full-time equivalents are computed as follows:

**Fall and Spring semesters:**

$$\text{Undergraduate full-time equivalent} = \frac{\text{Credit hours}}{15.00}$$

$$\text{Graduate full-time equivalent} = \frac{\text{Credit hours}}{12.00}$$

$$\text{Professional full-time equivalent} = \frac{\text{Credit hours}}{12.00}$$

**Summer sessions:**

$$\text{Undergraduate full-time equivalent} = \frac{\text{Credit hours}}{7.50}$$

$$\text{Graduate full-time equivalent} = \frac{\text{Credit hours}}{6.00}$$

\* Provided by Office of Budget and Planning based on beginning of semester count for Fall and Spring semesters and end of the semester count for Summer.

State of Illinois  
Northern Illinois University

Schedule of Tuition and Fee Waivers  
For the Year Ended June 30, 2013  
(in Thousands)

(Unaudited)

|  | Tuition Waivers   |                    |                    | Fee Waivers     |                 |              |
|--|-------------------|--------------------|--------------------|-----------------|-----------------|--------------|
|  | Undergraduate     | Graduate           | Total              | Undergraduate   | Graduate        | Total        |
| Mandatory waivers:                         |                   |                    |                    |                 |                 |              |
| Teacher/special education                  | \$ 421.8          | \$ 108.1           | \$ 529.9           | \$ 166.1        | \$ 24.5         | \$ 190.6     |
| General Assembly                           | 284.8             | 15.3               | 300.1              | 2.1             | 0.1             | 2.2          |
| ROTC                                       | 334.0             | -                  | 334.0              | 3.7             | -               | 3.7          |
| DCFS                                       | 127.1             | -                  | 127.1              | 27.0            | -               | 27.0         |
| Children of employees                      | 614.2             | -                  | 614.2              | -               | -               | -            |
| Senior citizens                            | 9.1               | 1.0                | 10.1               | -               | -               | -            |
| Veterans grants and scholarships           | -                 | -                  | -                  | -               | -               | -            |
| Discretionary waivers:                     |                   |                    |                    |                 |                 |              |
| Faculty/administrative                     | 25.4              | 472.0              | 497.4              | 9.4             | 147.1           | 156.5        |
| Civil service                              | 192.1             | 203.3              | 395.4              | 58.8            | 62.6            | 121.4        |
| Academic/other talent                      | 2,332.2           | 2,378.2            | 4,710.4            | -               | 1.1             | 1.1          |
| Athletic                                   | 1,245.7           | -                  | 1,245.7            | -               | -               | -            |
| Gender equity in intercollegiate athletics | 1,596.6           | -                  | 1,596.6            | -               | -               | -            |
| Foreign students                           | -                 | 194.8              | 194.8              | -               | -               | -            |
| Cooperating professionals                  | 16.2              | 1,352.2            | 1,368.4            | -               | -               | -            |
| Graduate assistants                        | -                 | 12,203.5           | 12,203.5           | -               | -               | -            |
| Interinstitutional/related agencies        | 24.6              | 48.8               | 73.4               | -               | -               | -            |
| Retired University employees               | 2.6               | 21.8               | 24.4               | 0.9             | 7.5             | 8.4          |
| Children of deceased employees             | 20.1              | -                  | 20.1               | 6.3             | -               | 6.3          |
| Student need - financial aid               | 524.7             | -                  | 524.7              | -               | -               | -            |
| Student need - special programs            | -                 | 59.3               | 59.3               | -               | -               | -            |
| Other assistants                           | 6.7               | 1,798.4            | 1,805.1            | -               | -               | -            |
| Fellowships                                | -                 | 279.3              | 279.3              | -               | -               | -            |
| Contract/training grants                   | -                 | 2,371.6            | 2,371.6            | -               | -               | -            |
| <b>Total</b>                               | <b>\$ 7,777.9</b> | <b>\$ 21,507.6</b> | <b>\$ 29,285.5</b> | <b>\$ 274.3</b> | <b>\$ 242.9</b> | <b>517.2</b> |

**State of Illinois  
Northern Illinois University**

**Debt Financed by University-Related Organization  
For the Year Ended June 30, 2013  
(Unaudited)**

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The Northern Illinois University Foundation has also issued bonds in connection with the construction of the Jeffrey and Kimberly Yordon Center. At June 30, 2013, the amount of outstanding bonds was \$2,108,875. The bonds were issued at an effective interest rate of 4.66 percent and are due in August 2016. A ten-year operating lease with the University secures these bonds.

**State of Illinois  
Northern Illinois University**

**Acquisition of Real Estate Costing in Excess of  
\$250,000 and Not Funded by a Separate Appropriation  
For the Year Ended June 30, 2013  
(Unaudited)**

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The University and UROS did not purchase any real estate costing in excess of \$250,000.

**State of Illinois  
Northern Illinois University**

**Bookstore Operations  
For the Year Ended June 30, 2013  
(Unaudited)**

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|  |                     |
|--|---------------------|
| Contracted/rents to students/University operated                   | University operated |
| Contractor   | N/A                 |
| Contract term  | N/A                 |
| Amount of gross sales for Bookstore in FY 13                       | \$4,706,000         |
| Amount (if any) to be paid to Bookstore for FY 13<br>by University | N/A                 |
| Commissions  | N/A                 |
| Commission terms   | N/A                 |
| Given exclusive rights   | No                  |
| Competition/"other" nearby/on-campus bookstores                    | Yes                 |

**State of Illinois  
Northern Illinois University**

**Comments on Certain Matters Regarding Auxiliary  
Enterprises, Activities, and Accounting Entities,  
and Tuition, Charges, and Fees  
June 30, 2013  
(Unaudited)**

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**AUXILIARY ENTERPRISES, ACTIVITIES, AND ACCOUNTING ENTITIES**

1. All employer contributions, except for certain restricted federal funds, to the University retirement system are made from the General Revenue Fund appropriation to the State Universities Retirement System for this purpose. Accordingly, the portion of the retirement contribution attributable to employees in auxiliary enterprise operations is paid from appropriated funds and amounted to approximately \$9,337,728 and \$6,727,000 for the years ended June 30, 2013 and June 30, 2012, respectively.
2. The University's governing board has established no non-instructional facilities (development) reserves.

**TUITION, CHARGES, AND FEES**

Northern Illinois University does not have statutory authority to divert and is not diverting tuition to auxiliary enterprise operations.

**BOND COVENANTS**

There were no violations of revenue bond covenants noted during the audit of Northern Illinois University for the year ended June 30, 2013.

**State of Illinois  
Northern Illinois University**

**Comments on Certain Matters Regarding  
University-Related Organizations  
and Other Matters  
June 30, 2013  
(Unaudited)**

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1. Northern Illinois University Foundation, Northern Illinois University Alumni Association, and Northern Illinois Research Foundation are recognized by Northern Illinois University as related organizations.
2. There are no organizations considered by the University to be independent organizations as defined in Section VII of University Guidelines 1982, as amended in 1997.

**Comment on Other Topics**

1. Income from investments of pooled funds is allocated and credited monthly to the original sources of the funds based on their respective cash balances.
2. In August 1993, the University issued \$8,485,000 of Certificates of Participation to refinance an educational center occupied by Northern Illinois University in Hoffman Estates, Illinois, payable through installments commencing in 1994, for a period of twenty-three years. Balance at June 30, 2013 was \$2,855,000.

**State of Illinois  
Northern Illinois University**

**Summary of Foundation Payments  
To/From the University  
For the Year Ended June 30, 2013  
(Unaudited)**

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During fiscal year 2013, the University engaged the Foundation, under contract, to provide fundraising services. As provided in the contract agreement, the University paid \$630,052 for fundraising services. Additionally, the University provided services to the Foundation valued at \$607,665. As required by the contract, the Foundation fully repaid the University for the services provided, using funds considered unrestricted for purpose of the University Guidelines computations.

Presented below is a summary of all funds that the Foundation gave to the University during fiscal year 2013:

Funds considered unrestricted for purposes of the Guidelines computations:

|   |                |
|---|----------------|
| Totally unrestricted - administrative services  | \$ 858,620     |
| Restricted only as to campus, college, or department and generally available for ongoing University operations: |                |
| Support for University programs and departments   | 6,412,672      |
| Administrative and office expense   | -              |
| Provided for library books, equipment and property and improvements   | <u>398,011</u> |

|                                     |                  |
|-------------------------------------|------------------|
| Total funds considered unrestricted | <u>7,669,303</u> |
|-------------------------------------|------------------|

Funds considered restricted for purposes of the Guidelines computations:

|  |                  |
|--|------------------|
| Provided for scholarships and awards                                 | 1,702,034        |
| Provided for library books, equipment, and property and improvements | 43,325           |
| Other restricted funds provided to the University                    |                  |
| Restricted fund  | 142,054          |
| Endowment fund   | <u>1,364,129</u> |

|                                   |                  |
|-----------------------------------|------------------|
| Total funds considered restricted | <u>3,251,542</u> |
|-----------------------------------|------------------|

|  |                             |
|--|-----------------------------|
| Total funds provided to the University by the Foundation | <u><u>\$ 10,920,845</u></u> |
|--|-----------------------------|

**State of Illinois  
Northern Illinois University**

**Summary of Alumni Association Payments  
To/From the University  
For the Year Ended June 30, 2013  
(Unaudited)**

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In accordance with a memorandum of understanding between the University and the Alumni Association with regard to funding staffing costs in the alumni relations area, the Alumni Association contributed \$74,453 during 2013. There were no amounts paid by the University to the Alumni Association.

Presented below is a summary of all funds that the Association gave to the University during fiscal year 2013:

Funds considered unrestricted for purposes of the Guidelines computations:

Restricted only as to campus, college, or department and generally available for ongoing University operations:  
Support for University programs and departments

\$ 356,352

Total funds considered unrestricted

356,352

Funds considered restricted for purposes of the Guidelines computations:

Endowment fund

28,250

Total funds considered restricted

28,250

Total funds provided to the University by the Association

\$ 384,602

**State of Illinois  
Northern Illinois University**

**Summary of Research Foundation Payments  
To/From University  
For the Year Ended June 30, 2013  
(Unaudited)**

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During fiscal year 2013, the University engaged the Research Foundation, under contract, to provide services to aid the University in its economic development, public service/research and educational missions, valued at \$523,000.

Presented below is a summary of all funds that the Research Foundation gave to the University during fiscal year 2013:

Funds considered unrestricted for purposes of the  
Guidelines computations:

|  |                  |
|--|------------------|
| Total unrestricted - administrative services | <u>\$523,000</u> |
|--|------------------|

**State of Illinois  
Northern Illinois University**

**Current Unrestricted Funds - Auxiliary Enterprises -  
Revenue Bond Funds - Occupancy Report  
of Residence Halls  
For the Fiscal Year 2013  
(Unaudited)**

|                              | <b>Design<br/>Capacity</b> | <b>Fall<br/>Semester<br/>Occupancy</b> | <b>Spring<br/>Semester<br/>Occupancy</b> | <b>Average<br/>Occupancy</b> | <b>Room and<br/>Board<br/>Rate</b> |
|------------------------------|----------------------------|--|--|------------------------------|------------------------------------|
| Neptune Complex              | 1,117                      | 866                                    | 764                                      | 815                          | \$ 10,270                          |
| Lincoln Hall                 | 966                        | 359                                    | 286                                      | 323                          | \$ 10,270                          |
| Douglas Hall                 | 1,000                      | 695                                    | 618                                      | 657                          | \$ 10,270                          |
| Grant Towers                 | 1,789                      | 306                                    | 291                                      | 299                          | \$ 10,270                          |
| Stevenson Towers             | 1,280                      | 1,105                                  | 972                                      | 1,039                        | \$ 11,364                          |
| New Hall                     | 1,008                      | 983                                    | 970                                      | 977                          | \$ 13,680                          |
| <b>Total Residence Halls</b> | <b>7,160</b>               | <b>4,314</b>                           | <b>3,901</b>                             | <b>4,110</b>                 |                                    |

**State of Illinois  
Northern Illinois University**

**Current Unrestricted Funds - Auxiliary Enterprises -  
Revenue Bond Funds - Insured Value Summary  
For the Year Ended June 30, 2013  
(Unaudited)**

|  | <b>Insured Value</b>  |                      |                                  |
|--|-----------------------|----------------------|----------------------------------|
|  | <b>Building</b>       | <b>Contents</b>      | <b>Business<br/>Interruption</b> |
| Barsema Alumni & Visitors Center         | \$ 7,691,000          | \$ 459,000           | \$ -                             |
| Campus Life Building                     | 8,836,000             | 1,532,000            | -                                |
| Campus Child Care Center                 | 2,983,000             | 246,000              | -                                |
| Center for Black Studies                 | 629,000               | -                    | -                                |
| Convocation Center                       | 52,250,000            | 6,065,000            | -                                |
| Douglas Hall                             | 34,827,000            | 1,880,000            | -                                |
| Gilbert Hall                             | 16,616,000            | -                    | -                                |
| Grant Towers Complex                     | 100,306,000           | 2,538,000            | -                                |
| Holmes Student Center                    | 56,090,000            | 4,915,000            | -                                |
| Huskie Stadium:                          |                       |                      |                                  |
| Stadium                                  | 28,171,000            | 1,256,000            | -                                |
| Field turf                               | 500,000               | -                    | -                                |
| Latino Center                            | 810,000               | 200,000              | -                                |
| Lincoln Hall                             | 34,827,000            | 1,880,000            | -                                |
| Neptune Complex                          | 32,249,000            | 2,359,000            | -                                |
| Neptune North                            | 12,649,000            | 434,000              | -                                |
| Parking services:                        |                       |                      |                                  |
| Office                                   | 171,000               | 202,000              | -                                |
| Parking structure                        | 10,390,000            | -                    | -                                |
| Stevenson Complex                        | 100,306,000           | 8,025,000            | -                                |
| Student Recreation Center                | 13,741,000            | 864,000              | -                                |
| University Resources for Women           | 391,000               | -                    | -                                |
| Evans Field House                        | 11,893,000            | 1,092,000            | -                                |
| Dorland Warehouse                        | 9,344,000             | 2,699,000            | -                                |
| Soccer Field Building                    | 815,000               | -                    | -                                |
| Yordon Center/Academic & Athletic Center | 9,590,000             | 2,319,000            | -                                |
| Business interruption                    | -                     | -                    | 24,729,000                       |
| <b>Total</b>                             | <b>\$ 546,075,000</b> | <b>\$ 38,965,000</b> | <b>\$ 24,729,000</b>             |

The University obtains its property insurance, including boiler and machinery coverage, through the Midwestern Higher Education Compact's Master Property Program. The University purchases limits of \$1 billion in layers: the first layer provides \$100 million in individual limits and the next two layers provide a total of \$900 million on a shared, but per occurrence, basis. The Holmes Student Center has coverage for silverware and silverplate, and State and University self-insurance programs and commercial insurance are in force to provide liability coverage for University operations, including Revenue Bond.

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