

REPORTS PURSUANT TO THE OMB CIRCULAR A-133

The University of Toledo

Year ended June 30, 2004

with Reports of Independent Auditors

The University of Toledo
Reports Pursuant to OMB Circular A-133

Year ended June 30, 2004

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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*

Board of Trustees
The University of Toledo

We have audited the financial statements of The University of Toledo as of and for the year ended June 30, 2004, and have issued our report thereon dated October 4, 2004. We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

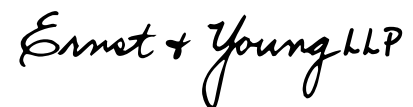
Internal Control Over Financial Reporting

In planning and performing our audit, we considered The University of Toledo's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

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

This report is intended solely for the information and use of the board of trustees, management and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.



October 4, 2004

Report on Compliance and on Internal Control Over Compliance in Accordance with OMB Circular A-133

Board of Trustees
The University of Toledo

Compliance

We have audited the compliance of The University of Toledo with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 2004. The University of Toledo's major federal program is identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of The University of Toledo's management. Our responsibility is to express an opinion on The University of Toledo's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States; 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 of Toledo's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on The University of Toledo's compliance with those requirements.

In our opinion, The University of Toledo complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 2004.

Internal Control Over Compliance

The management of The University of Toledo is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered The University of Toledo's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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



October 4, 2004

The University of Toledo
 Schedule of Expenditures of Federal Awards
 Year ended June 30, 2004

Federal Grantor/Pass-Through Grantor/Program Title	CFDA	Agency or Pass-Through Number	Expenditures
Student Financial Aid—Cluster			
<i>U.S. Department of Education:</i>			
Federal Supplemental Education Opportunity Grants	84.007	N/A	\$ 999,987
Federal Work-Study Program	84.003	N/A	1,261,785
Federal Perkins Loan Program	84.038	N/A	433,477
Federal Pell Grant Program	84.063	N/A	12,855,836
Total Student Financial Aid—Cluster			<u>15,551,085</u>
Research and Development—Cluster			
<i>U.S. Department of Agriculture:</i>			
Cooperative Forestry Research:			
Direct	10.202	01JV11231300-103	13,941
Direct	10.202	02JVH231300-011	97,204
			<u>111,145</u>
Grants for Agriculture Research—Special Research Grants			
Direct	10.200	200238870-01934	57,428
Direct	10.200	200138870-10386	870
Direct	10.200	200338870-02061	38,598
Direct	10.200	200338894-02032	24,283
Direct	10.200	200438898-02140	3,780
Pass-through from:			
Ohio State University Research Fund	10.200	740256/868404	(3,233)
			<u>121,726</u>
Grants for Agriculture Research—Competitive Research Grants			
Direct	10.206	35301-9276	2,909
Direct	10.206	200138873-11523	265,515
Pass-through from:			
Ohio State University Research Fund	10.206	OSURF 743441	132,133
			<u>400,557</u>
Grants for Agriculture Research—Basic and Applied Research			
Direct	10.001	58-3607-1193	611,092
Direct	10.001	58-3604-4209	10,378
Direct	10.001	58643530073	268,223
Pass-through from:			
Ohio State University Research Foundation	10.001	PO#RF0092114	11,117
			<u>900,810</u>
Higher Education Challenge Grants	10.217	02JV11272164-005	42,335
Biotechnology Risk Assessment Research			
Direct	10.219	200239454-12773	69,338
Direct	10.219	200333120-13957	42,846
			<u>112,184</u>
Trade Adjustment Assistance	10.642	SRS 04CA11301470	24,517
Forestry Research			
Direct	10.652	SRS 03CA11330124	4,400
Direct	10.652	SRS 03CA11330147	262,929
			<u>267,329</u>
Soil and Water Conservation	10.902	68-5E34-01-186	5,549
Total U.S. Department of Agriculture			<u>1,986,152</u>

The University of Toledo
Schedule of Expenditure of Federal Awards (continued)

Federal Grantor/Pass-Through Grantor/Program Title	CFDA	Agency or Pass-Through Number	Expenditures
<i>U.S. Department of Commerce :</i>			
Pass-through from:			
Michigan Sea Grant	11.417		2,999
Ohio Department of Natural Resources:			
Coastal Zone Management Administration	11.419	06-4	2,724
University of Cincinnati:			
Economic Development - Technical Assistance	11.303		4,988
Center for Sponsored Coastal Ocean Research:			
Coastal Ocean Program	11.478	WC133R03-SE-1023	9,947
Total U.S. Department of Commerce			<u>20,658</u>
<i>U.S. Department of Navy:</i>			
Basic and Applied Scientific Research:			
Direct	12.300	N00014030533	132,771
Pass-through from:			
ADOPTTECH	12.300	PO 9969 TO 9972	4,103
Total U.S. Department of Navy			<u>136,874</u>
<i>U.S. Department of Army:</i>			
Navigation Projects	12.107	MIPRW81EU6224951	61,171
Pass-through from Orbital Research:			
Collaborative Research and Development	12.114		15,817
Military and Medical Research			
Direct	12.420	DAMD17-99-1-9408	(104)
Direct	12.420	DAMD17-00-1-0468	(216)
Direct	12.420	DAMD17-03-1-0743	21,585
Direct	12.420	DAMD17-02-1-0149	161,984
			<u>183,249</u>
Basic Scientific Research			
Direct	12.431	DAAD19-03-1-0012	855,186
Direct	12.431	DAAD19-03-1-0080	87,612
Pass-through from:			
Academy of Applied Sciences	12.431	DAAG55-98-1-0468	16,205
			<u>959,003</u>
Total U.S. Department of Army			<u>1,219,240</u>
<i>U.S. Department of Airforce:</i>			
Air Defense Research Sciences Program			
Direct	12.800	F29601-02-C-0304	489,942
Pass-through from:			
Universal Technologies Inc.	12.800		304,917
Air Force Defense Research Sciences Program	12.800		8,931
			<u>803,790</u>
Research Technology and Development			
Direct	12.910	VA- AFIT-01-01	7,596
Pass-through from:			
Advanced Technology Institute	12.910	2001-32	69,870
			<u>77,466</u>
Mathematical Sciences Grant Program	12.901	MDA 9040310027	12,581
Total U.S. Department of Airforce			<u>893,837</u>

The University of Toledo
Schedule of Expenditure of Federal Awards (continued)

Federal Grantor/Pass-Through Grantor/Program Title	CFDA	Agency or Pass-Through Number	Expenditures
<i>U.S. Department of the Interior:</i>			
Wildlife Restoration:			
Pass-through from Ohio Department of Natural Resources	15.611		2,630
Assistance to State Water Resources Research Institutes			
Pass-through from Ohio State University Water Resource Center	15.805		3,349
National Cooperative Geologic Mapping Program			
Pass-through from National Geologic Mapping Program	15.810	02HQAG0146	8,687
Total U.S.Department of Interior			<u>14,666</u>
<i>National Aeronautics and Space Administration:</i>			
Aerospace Education Services Program:			
Direct	43.001	NAG5-8054	78,550
Direct	43.001	NAG5-8052	(18)
Direct	43.001	NAG5-12629	101
Direct	43.001	NCC5-673	35,315
Direct	43.001	NAG3-2565	1,973
Direct	43.001	NGT5-50469	18,671
Direct	43.001	NCC3-881	1,468
Direct	43.001	NAG8-1578	1,686
Direct	43.001	Govt. Training	25,515
Direct	43.001	EEC-0230588	66,699
Pass-through from:			
Ohio Aeronautical Institute	43.001	R300100275-4018	39,956
Institute for Global Environmental Strategy	43.001	PO 011013	11,047
University of Alabama	43.001	01-92	261
			<u>281,224</u>
Technology Transfer:			
Direct	43.002	NAG5-3248	(139)
Direct	43.002	NAG5-8183	19,680
Direct	43.002	NAG8-1380	131
Direct	43.002	NNC04AA53A	14,999
Direct	43.002	NAG8-1838	184,952
Direct	43.002	NAG5-4957	721
Direct	43.002	NAG5-8671	20,990
Direct	43.002	NAG5-8794	25,721
Direct	43.002	NAG3-1380	(92)
Direct	43.002	NNC04AA38A	45,754
Direct	43.002	NAG5-9202	29,353
Direct	43.002	NAG5-9376	95,655
Direct	43.002	NNC04AA25A	80,332
Direct	43.002	NAG5-11440	87,057
Direct	43.002	NAG5-12320	18,815
Direct	43.002	NNC04AA24A	50,509
Direct	43.002	NCC3-719	(678)
Direct	43.002	NCC3-524	60,004
Direct	43.002	NCC3-774	1,190
Direct	43.002	NNC04AA19A	38,924
Direct	43.002	NAG32502	105
Direct	43.002	NAG32505	157,031
Direct	43.002	NNC04AA16A	82,844
Direct	43.002	NCC3774	(9,491)
Direct	43.002	NAG32338	21,746

The University of Toledo
Schedule of Expenditure of Federal Awards (continued)

Federal Grantor/Pass-Through Grantor/Program Title	CFDA	Agency or Pass-Through Number	Expenditures
Direct	43.002	NAG3-2269	3,985
Direct	43.002	NCC3-855	55,644
Direct	43.002	NCC3-605	44,237
Direct	43.002	NCC3-717	1,109
Direct	43.002	NAG3-2594	45,779
Direct	43.002	NAG32408	(24,775)
Direct	43.002	NAS3-01116	201,277
Direct	43.002	NGT3-52375	25,077
Direct	43.002	NCC3-907	(175)
Direct	43.002	NAG3-2646	69,759
Direct	43.002	NCC3-916	154,132
Direct	43.002	NCC3-922	105,396
Direct	43.002	NCC3-925	155,105
Direct	43.002	NCC3-924	112,444
Direct	43.002	NAG3-2674	18,983
Direct	43.002	NNC04GA24G	204,559
Direct	43.002	NCC3-923	162,676
Direct	43.002	NCC3-926	169,091
Direct	43.002	NCC3-939	65,100
Direct	43.002	NAG3-2756	109,944
Direct	43.002	NCC3-943	29,009
Direct	43.002	NCC3-954	108,769
Direct	43.002	NCC3-1012	173,540
Direct	43.002	NAG-2859	129,954
Direct	43.002	NCC3995	160,435
Direct	43.002	NCC3-1068	36,878
Direct	43.002	NAG3-2507	214
Direct	43.002	C73325A	30,882
Direct	43.002	NCC3-1046	38,817
Direct	43.002	NCC3-513	(3,400)
Direct	43.002	NCC3-1061	15,469
Direct	43.002	NNG04GD31G	27,504
Direct	43.002	NAG5-12186	30,436
Direct	43.002	NCCS-605	(145)
Direct	43.002		279,113
Pass-through from:			
American Astronomical Society	43.002	CH#19170	7,000
Bowling Green State University	43.002	NAG3-2790	17,558
Ohio Aeronautical Institute	43.002	R300100172-40108	52,516
Marlin Space Science	43.002	03-0032	26,881
Innovative Technologies	43.002		4,780
Ohio Aeronautical Institute	43.002	R700400300-40108	93,618
Jet Propulsion Laboratory	43.002	959451	7,665
Ohio Space Grant Consortium	43.002		11,621
Jet Propulsion Laboratory	43.002	2615-WD	80,253
Space Telescope Institute	43.002	AR083520197A	594
Ohio Space Telescope Insitute	43.002	HST-GO-08693.03-A	41,345
			<u>4,106,766</u>
Total National Aeronautics and Space Administration			4,387,990

The University of Toledo
Schedule of Expenditure of Federal Awards (continued)

Federal Grantor/Pass-Through Grantor/Program Title	CFDA	Agency or Pass-Through Number	Expenditures
<i>National Science Foundation:</i>			
Engineering Grants:			
Direct	47.041	CTS-0331778	23,069
Direct	47.041	ECS-0238779	6,368
Direct	47.041	CTS-9975452	13,947
Direct	47.041	CTS-042316	15,000
Direct	47.041	BES-078748	9,810
Direct	47.041	DMI-0303838	25,987
Pass-through from:			
Efficient Channel Coding	47.041	9901866	2,692
Embry Riddle Aeronautics	47.041	ESC-9896103	(404)
University of Texas	47.041	UTA02-040	43,448
			139,917
Mathematical and Physical Sciences:			
Direct	47.049	INT-9901383	38
Direct	47.049	AST-9819928	21,053
Direct	47.049	AST-0307686	58,019
Direct	47.049	SES-9988038	3,288
Direct	47.049	AST-0307307	33,855
Direct	47.049	MCB-0314034	34,119
Direct	47.049	CHE-0407542	25,459
Direct	47.049	PHY-0353899	29,486
Direct	47.049	PHY-0097367	26,082
Direct	47.049	DMR0219328	86,543
Direct	47.049	PHY-0140295	37,410
Direct	47.049	AST-0239881	157
Direct	47.049	PHY-9970791	10,692
Pass-through from:			
ITN Energy Systems	47.049		40,994
AAAS	47.049		3,996
			411,191
Geosciences:			
Direct	47.050	GEO-0222905	116,770
Pass-through:			
Ohio State University Research Foundation	47.050	RF#849226	66,536
			183,306
Computer and Information Science and Engineering:			
Direct	47.070	ANI-0228913	138,057
Biological Sciences:			
Direct	47.074	MCB-0196107	338
Direct	47.074	MCB-0196103	8,327
Direct	47.074	DEB0129405	99,410
Direct	47.074	MCB-0346960	33,538
Direct	47.074	IBN-0344105	1,043
Direct	47.074	IBN-0401758	24,160
Pass-through from:			
University of Notre Dame	47.074	43301	(1,492)
IES	47.074		9,164
			174,488

The University of Toledo
Schedule of Expenditure of Federal Awards (continued)

Federal Grantor/Pass-Through Grantor/Program Title	CFDA	Agency or Pass-Through Number	Expenditures
Social, Behavioral, and Economic Sciences:			
Direct	47.075	BCS-0116876	65,342
Direct	47.075	BCS-0126563	21,194
Direct	47.075	SES-0318239	1,758
Direct	47.075	BCS-136229	57,519
Direct	47.075	SES-0243872	73,921
			219,734
Education and Human Resources:			
Direct	47.076	ESI-9731306	155,204
Direct	47.076	DUE-0126910	68,878
Direct	47.076	EHR-0227899	222,514
Pass-through from:			
Ohio State University	47.076	HRD-0331560	10,000
Georgia Institute of Technology	47.076	C36-A98-G1	55,455
			512,051
Education and Human Resources	47.077	DUE-9750627	(26)
Total National Science Foundation			1,778,718
<i>Environmental Protection Agency:</i>			
Environmental Protection Consolidated Research:			
Direct	66.500	R-82820601-0	29,858
Air Pollution Control Program Support:			
Direct	66.606	XP-97558001	125,586
Pass-through from:			
University of Illinois	66.606		38,148
			163,734
Pollution Prevention Grants Program:			
Direct	66.708	NP-96502901-0	14,204
Direct	66.708	NP- 97529701-1	11,367
Direct	66.708	NP- 9759701-2	58,549
			84,120
Environmental Education and Training Program:			
Direct	66.950	X8-830760-01	17,505
State Indoor Radon Grants:			
Pass-through from:			
Ohio Department of Health	66.032	48-4002-2-BA-04	5,691
Ohio Department of Health	66.032	48-4002-2-BA-03	21,873
			27,564
Training and Fellowships for the EPA:			
Pass-through from:			
DOE-Los Alamos Laboratory	66.607	CH#1012565	(6,413)
University of Illinois	66.607	UILL2530946	28,824
			22,411
Total Environmental Protection Agency			345,192
<i>U.S. Department of Energy:</i>			
Office of Science Financial Assistance Program:			
Direct	81.049	DEFG0200ER62998	45
Direct	81.049	DEFG02-94ER14461	17,216
Direct	81.049		92,700
Pass-through from:			
University of New Mexico	81.049		1,150
Wayne State University	81.049	446643	19,983
			131,094

The University of Toledo
Schedule of Expenditure of Federal Awards (continued)

Federal Grantor/Pass-Through Grantor/Program Title	CFDA	Agency or Pass-Through Number	Expenditures
<i>U.S. Department of Energy (continued):</i>			
Energy-Related Inventions:			
Pass-through from:			
University of Hawaii - Manoa Natural Energy	81.036	PO#Z578912	64
Office of Scientific and Technical Information:			
Pass-through from:			
Midwestern Optoelectronics	81.064		12,925
Renewable Energy Research and Development:			
Pass-through from:			
First Solar Inc	81.087		41,002
First Solar Inc	81.087	ZDJ-2-30630-20	35,028
National Renewable Energy Laboratory	81.087	ZAX41401301	(108)
National Renewable Energy Laboratory	81.087	2AF81761914	(39)
National Renewable Energy Laboratory	81.087	AAT-1-30620-09	235,405
National Renewable Energy Laboratory	81.087	XAT-4-33624-06	15,244
National Renewable Energy Laboratory	81.087	NDS-1-30630-02	297,922
National Renewable Energy Laboratory	81.087	NDJ-2-30630-08	154,720
			<u>779,174</u>
Total U.S. Department of Energy			<u>923,257</u>
<i>U.S. Department of Health and Human Services (NIH):</i>			
Biological Response to Environmental Health Hazards:			
Direct	93.113	1R15ES11048-01	25,739
Oral Disease and Disorders Research:			
Direct	93.121	1R21DE14486-01A1	143,755
Research Related to Deafness and Communication Disorders			
Direct	93.173	5R01DC029600	64,288
Pass-through from:			
Wayne State University	93.173		131,167
Bowling Green State University	93.173	1R01 DC03577-05	50,233
			<u>245,688</u>
Pass-through from:			
Case Western University	93.242	N01MH32004	39,384
Pass-through from:			
Beaumont Hospital	93.257	R01CA091020001A1	13,917
Drug Abuse Research Programs:			
Direct	93.279	1R03DA14999-01A1	82,667
Pass-through from:			
Health Resources, Inc.	93.306	RR10742-09	21,882
Academic Research Enhancement Award			
Direct	93.390	7R15GM5762602	273
Cancer Biology Research			
Direct	93.396	7R01CA90837-02	191,493
Direct	93.396	7R01CA092172-02	213,227
Pass-through from:			
Ridgeway Biosystems	93.396	CH#003286	7,952
			<u>412,672</u>

The University of Toledo
Schedule of Expenditure of Federal Awards (continued)

Federal Grantor/Pass-Through Grantor/Program Title	CFDA	Agency or Pass-Through Number	Expenditures
<i>U.S. Department of Health and Human Services (continued):</i>			
Heart and Vascular Diseases Research			
Direct	93.837	R01HL6030103	38,404
Arthritis, Musculoskeletal and Skin Diseases Research			
Direct	93.846	1R03AR4755990-01	45,295
Diabetes, Endocrinology and Metabolism Research			
Direct	93.847	1R15DK067059-01	9,189
Extramural Research Programs in the Neurosciences and Neurological Disorders			
Direct	93.853	2R15NS35305-02	37,538
Direct	93.853	2RO1NS03117308A1	3,767
Direct	93.853		12,124
			53,429
Microbiology and Infectious Diseases Research			
Direct	93.856	R15A14478201	(298)
Direct	93.856	2RO1AI18427-19	147,221
Direct	93.856	2RO1AI4514701A1	203,279
Direct	93.856	1R15AI50641-01A1	38,352
			388,554
Pharmacology, Physiology, and Biological Chemistry Research			
Direct	93.859	1R01GM62140-01	146,884
Center for Research for Mothers and Children			
Direct	93.865	1R03HD39412-01A1	129
Direct	93.865	1R15HD045296-01	28,344
			28,473
Aging Research			
Pass-through from:			
Institute for the Study of Aging	93.866	ISOA	(258)
Block Grants for Prevention and Treatment of Substance Abuse			
Pass-through from:			
Alcohol Drug Addiction Services	93.959	48-4392-02-HEDUC	(72)
Nursing Research			
Pass-through from:			
Medical College of Ohio	93.361	03-0421	7,785
University of Louisville	93.361	03-0161	48,400
			56,185
Allergy, Immunology and Transplantation Research:			
Pass-through from:			
University of Texas	93.855	1RO1A143061	106,276
Developmental Disabilities Projects of National Significance:			
Pass-through from:			
Medical College of Georgia	93.631	MCG0112178	(389)
Total U.S. Department of Health and Human Services			1,857,947
Total Research and Development-Cluster			13,564,531
Other Programs			
Trio Cluster			
<i>U.S. Department of Education:</i>			
Student Services Support Program	84.042	PO42A010487	223,702
Trio - Upward Bound	84.047	PO47A030119	277,223
Trio - Upward Bound	84.047	PO47A990864	65,339
Total U.S. Department of Education - Trio Cluster			566,264

The University of Toledo
Schedule of Expenditure of Federal Awards (continued)

Federal Grantor/Pass-Through Grantor/Program Title	CFDA	Agency or Pass-Through Number	Expenditures
<i>U.S. Department of Transportation:</i>			
Highway Planning and Construction			
Pass-through from:			
Ohio Department of Transportation	20.205	8953	32,196
Ohio Department of Transportation	20.205	20313	17,455
Ohio Department of Transportation	20.205	ODOT-9797	46,032
Ohio Department of Transportation	20.205	ODOT-1478	64,001
Ohio Department of Transportation	20.205	20446	15,352
Ohio Department of Transportation	20.205	11236	28,897
Ohio Department of Transportation	20.205	20063	28,856
Total Highway Planning and Construction			<u>232,789</u>
University Transportation Centers Program			
Pass-through from:			
University Transportation Centers Program	20.701		(2,200)
Midwest Regional Transportation Center	20.701		68,218
			<u>66,018</u>
<i>U.S. Department of Health and Human Service:</i>			
Community Services Block Grant Discretionary Awards:			
Pass-through from:			
National Youth Sports Program	93.570	04-1177	26,400
National Youth Sports Program	93.570	NYSP 03-273	63,037
National Collegiate Athletic Association Youth Sports Program	93.570		49,120
			<u>138,557</u>
Family Support Payments to States: Assistance Payments (AFDC)			
Pass-through from:			
Northwest Ohio Workforce Investment	93.560		2,434
Lucas County Department of Jobs and Family Services	93.560	48-02-OP-25	1,976
Lucas County Department of Jobs and Family Services	93.560		372,099
Lucas County Department of Jobs and Family Services	93.560	48-02-WIA-08	33,622
			<u>410,131</u>
Social Services Block Grant (SSBG)			
Pass-through from :			
Lucas County Department of Jobs and Family Services	93.667		(176)
Block Grants for Prevention and Treatment of Substance Abuse			
Pass-through from:			
Lucas County Juvenile Court	93.959		18,718
Total U.S. Department of Health and Human Services			<u>567,230</u>
<i>U.S. Department of Veteran Affairs:</i>			
<i>Airforce:</i>			
Post-Vietnam Era Veterans' Education Assistance			
Direct	64.120		13,233
Pass-through from:			
Ohio Air National Guard	64.120		1,099
Bowling Green State University	64.120		22,825
Total Airforce			<u>37,157</u>
<i>Army:</i>			
Post-Vietnam Era Veterans' Education Assistance			
Post-Vietnam Era Veterans' Education Assistance	64.120		8,313
Post-Vietnam Era Veterans' Education Assistance	64.120		266,063
Pass-through from Army Tank:			
Post-Vietnam Era Veterans' Education Assistance	64.120		26,589
Total Army			<u>300,965</u>

The University of Toledo
 Schedule of Expenditure of Federal Awards (continued)

Federal Grantor/Pass-Through Grantor/Program Title	CFDA	Agency or Pass-Through Number	Expenditures
<i>Navy</i>			
Post-Vietnam Era Veterans' Education Assistance	64.120		4,554
Post-Vietnam Era Veterans' Education Assistance	64.120		18,653
Total Navy			<u>23,207</u>
Total Department of Veteran Affairs			<u>361,329</u>
<i>U.S. Department of Justice:</i>			
Police Corps:			
Direct	16.712	2001-POR088	22,136
Direct	16.712	2003-PO-R-058	126,923
Direct	16.712	2001-PO-R008	259,577
			<u>408,636</u>
Drug-Free Communities Support Program Grants:			
Pass-through from:			
Alcohol Drug Addiction Services of Lucas County	16.729	02-C0346	12,880
Local Law Enforcement Grants Program:			
Pass-through from:			
Ohio Criminal Justice System	16.592	2002LE-LEB-3559	14,759
Executive Office for Weed and Seed:			
Pass-through from:			
Lagrange Development Corporation	16.595		4,835
Total U.S. Department of Justice			<u>441,110</u>
<i>U.S. Department of Labor:</i>			
WIA Incentive Grants:			
Pass-through from:			
Bureau of Workforce Services	17.267	G-04-15-0313	156,409
WIA Adult Program:			
Pass-through from:			
Lucas County Department of Jobs and Family Services	17.258	48-02-0P-26	(50)
Toledo Area Private Industry Council	17.258	135-20-97	375
Trade Adjustment Assistance Workers:			
Pass-through from:			
Toledo Area Private Industry Council	17.246		(91)
Total U.S. Department of Labor			<u>156,643</u>
Education Exchange:			
Fulbright Scholarships-Technical Teachers	19.418		2,503
<i>National Endowment for the Humanities:</i>			
Promotion of Humanities Federal State Partnership:			
Pass-through from:			
Ohio Humanities Council	45.129	OHC-02-088	1,000
Ohio Humanities Council	45.129	OHC-R02-205	2,140
<i>U.S. Department of Veteran Affairs:</i>			
Veterans Domiciliary Care	64.008	VETERNASAFF	1,352
Veterans Vocational Rehabilitation	64.124	Vet Voc	232,576
Total U.S. Department of Veteran Affairs			<u>233,928</u>
<i>U.S. Department of Education:</i>			
International: Overseas Group Projects Abroad	84.021	P021A020082	33,142
Adult Education-State Grant Program	84.003		234,496
Special Education-Gants to States	84.029	29A50006-97	99

The University of Toledo
Schedule of Expenditure of Federal Awards (continued)

Federal Grantor/Pass-Through Grantor/Program Title	CFDA	Agency or Pass-Through Number	Expenditures
Special Education - Research and Innovation to Improve Services and Results for Children with Disabilities:			
Direct	84.324	H324M980197	28,496
Direct	84.324	H324M980197	9,506
			38,002
Special Education - Personal Preparation to Improve Services and Results for Children with Disabilities:			
Direct	84.325	29A5022-97	(61)
Direct	84.325	H325N990053	11,729
Direct	84.325	H325N990053	(1,033)
Direct	84.325	H325A020104	307,811
			318,446
Direct	84.333	P333A020055	128,715
Gaining Early Awareness and Readiness for Undergraduate Programs	84.334	P334A000134	667,283
Preparing Tomorrow's Teachers to Utilize Technology	84.342	P342A010125	266,652
Business and International Education Programs	84.153	P153A000003	(5)
Title I Grants to Local Educational Agencies			
Pass-through from:			
Ohio Board of Regents	84.010		21,300
Ohio Board of Regents	84.010	02-38	126,436
			147,736
Migrant Education:			
Pass-through from:			
Ohio Department of Education	84.011	6099	53,000
Ohio Department of Education	84.011	63099	14,758
			67,758
Vocational Education - Basic Grants to States:			
Pass-through from:			
Ohio Department of Education	84.048	CPIII-PO1	(531)
Ohio Department of Education	84.048	CPIII-P02	(70)
Ohio Department of Education	84.048		148,827
Toledo Public Schools	84.048		59,598
Toledo Public Schools	84.048	PO 608347	164
Toledo Public Schools	84.048	PO 823027	(42,087)
			165,901
National Vocation Education Research:			
Pass-through from:			
Ohio Department of Education	84.051	VEPD-2003-07	10,548
Rehabilitation Services - Vocational Rehabilitation Grants:			
Pass-through from:			
Ohio Bureau of Vocational Rehabilitation	84.126		930,344
Safe and Drug-Free Schools and Communities National Program:			
Pass-through from:			
Toledo Public Schools	84.184	PO#102131	96,285
Kent State University	84.184	EDS184H000040	2,160
			98,445
Safe and Drug-Free Schools and Communities States Program:			
Pass-through from:			
Ohio Department of Alcohol and Drug Addiction Services	84.186		24,207

The University of Toledo
Schedule of Expenditure of Federal Awards (continued)

Federal Grantor/Pass-Through Grantor/Program Title	CFDA	Agency or Pass-Through Number	Expenditures
<i>U.S. Department of Education (continued)</i>			
Tech-Prep Education:			
Pass-through from:			
Ohio Department of Education	84.243	VETP2002-23-FB	(9,876)
Ohio Department of Education	84.243	VETP2002-23-STP	(732)
Ohio Department of Education	84.243	VETP200223EEG-EC	(225)
Ohio Department of Education	84.243	VEYP200223EEGAT	80
Ohio Department of Education	84.243	VETP200223EEGIT	19,011
Ohio Department of Education	84.243	VETP200123FPI	10,526
Ohio Department of Education	84.243	VETP2002EEG-H	750
Ohio Department of Education	84.243	VETP2001-23-SB	(445)
Ohio Department of Education	84.243	VETP200423FB0630	255,464
Ohio Board of Regents	84.243	VETP2003-23-FB	(169)
			<u>274,384</u>
Eisenhower Professional Department State Grants:			
Pass-through from:			
Ohio Board of Regents	84.281	01-58	134
Ohio Board of Regents	84.281		4
			<u>138</u>
Special Education - State Program Improvement Grants for Children with Disabilities:			
Pass-through from:			
Ohio Department of Education	84.323	0630099-ST-S1-01	(548)
Ohio Department of Education	84.323	063099-ST-S1-02	20,578
			<u>20,030</u>
Special Education - Personal Preparation to Improve Services and Results for Children with Disabilities:			
Pass-through from:			
University of Connecticut Health Center	84.325		64,080
Gaining Early Awareness and Readiness fo Undergraduate Programs:			
Pass-through from:			
Bowling Green State University	84.334		102,581
Teacher Quality Enhancement Grants			
Pass-through from:			
Ohio Board of Regents	84.336	02-41	39,560
Ohio Board of Regents	84.336		(1,431)
Improving Teacher Quality State Grants:			
Pass-through from:			
Ohio Board of Regents	84.367	03-24	1,997
Ohio Board of Regents	84.367	03-44	3,369
Ohio Board of Regents	84.367	03-45	18,204
			<u>23,570</u>
Fund for the Improvement of Postsecondary Education:			
Pass-through from:			
Ohio Department of Education	84.116		(363)
Innovative Education Program Strategies:			
Pass-through from:			
National Writing Project	84.928	92-OH02 #8	33,181
Total U.S. Department of Education			<u>3,687,499</u>

The University of Toledo
 Schedule of Expenditure of Federal Awards (continued)

Federal Grantor/Pass-Through Grantor/Program Title	CFDA	Agency or Pass-Through Number	Expenditures
Community Development Block Grants/Entitlement Grants			
Pass-through from:			
City of Toledo	14.218	PO#152562-11	<u>7,661</u>
Total U.S. Department of Housing			<u>7,661</u>
Total Other Programs			<u>6,326,114</u>
TOTAL FEDERAL EXPENDITURES			<u><u>\$ 35,441,730</u></u>

The University of Toledo

Notes to the Schedule of Expenditures of Federal Awards

June 30, 2004

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of The University of Toledo (the University) and is presented using the accrual basis of accounting. The information in this schedule is presented in accordance with requirement of OMB Circular A-133. Therefore, some amounts presented in this schedule may differ from amounts presented or used in the preparation of the financial statements.

2. Family Education Loan Program (CFDA No. 84.032)

The University acts as the intermediary for students obtaining Family Education Loans from lending institutions. The lending institution is responsible for billings and collections of the loans. The University assists the lending institution by processing the applications and forwarding checks from the lending institutions to the students. Loans advanced to students during the fiscal year ended June 30, 2004 totaled \$81,232,191.

3. Federal Perkins Loan Program (CFDA No. 84.038)

Revolving loan funds are established to maintain Perkins loans. Repayments of principal and interest are deposited back into the program for new loans. The University is responsible for administering the program, including the approving, disbursing and collecting of the loans. The outstanding balance as of June 30, 2003 totaled \$15,649,506 and loan expenditures for the year ended June 30, 2004 totaled \$433,477. As of June 30, 2004, the outstanding Perkins loans totaled \$16,234,943.

The University of Toledo

Notes to the Schedule of Expenditures of Federal Awards

June 30, 2004

4. Subrecipients

Of the federal expenditures presented in the schedule of expenditures of federal awards, the University provided federal awards to subrecipients as follows:

<u>Sub-grantee</u>	Federal CFDA number	Amount provided
EISC Inc	47.046	\$1,513
Denison University	43.002	10,337
First Solar LLC	81.087	175,342
International Institute	81.087	1,000
University of Delaware	81.087	15,000
University of Delaware	81.087	25,000
University of Michigan	81.049	92,323
Ohio State University	10.206	27,476
Heidleberg College	66.606	2,440
Bowling Green State University	11.419	9,374
Miami University	10.200	20,545
Bowling Green State University	47.076	104,066
Toledo Public Schools	47.076	318,078
Owens Community College	84.324	9,814
Owens Community College	84.324	5,866
University of Tennessee	43.002	4,922
University of Cincinnati	47.076	26,317
CAMP Inc.	66.708	5,833
Tech Solve	66.708	9,486
EISC Inc	66.708	13,471
CAMP Inc.	66.708	4,788
Tech Solve	66.708	5,894
CAMP Inc.	66.708	4,000
EISC Inc	66.708	6,964
ERES	20.205	6,831
National Composite Center	12.431	20,717
Silvestri Farm	66.469	1,000
University of Kentucky	12.420	100
Stanford H Odesky	84.184	17,000

The University of Toledo

Notes to the Schedule of Expenditures of Federal Awards

June 30, 2004

Christina Dake	84.184	1,500
Joseph Dake	84.184	2,975
Toledo Symphony	84.048	350
Millstream Career Center	84.048	12,200
Washington Local School	84.048	9,700
Sylvania Schools	84.048	28,500
Rogers High School	84.048	5,000
Oregon City Schools	84.048	13,600
Toledo Public Schools	84.048	18,500
Penta Career Center	84.048	33,600
Owens Community College	84.048	3,000
Big Brothers Big Sisters	84.334	15,000

5. Indirect Costs

The University recovers indirect costs by means of predetermined fixed indirect cost rates. The predetermined fixed rates are a result of negotiated agreements with the U.S. Department of Health and Human Services. The fixed rate effective for the period July 1, 2000 to June 30, 2004 for on-campus research is 42% of modified total direct costs, and the off-campus rate is 26% of modified total direct costs.

The University of Toledo
 Schedule of Findings and Questioned Costs

June 30, 2004

Part I - Summary of Auditor's Results

Financial Statement Section

- | | | |
|--|--------------------|-----------------------|
| (i) Type of auditor's report issued: | <u>Unqualified</u> | |
| (ii) Internal control over financial reporting: | | |
| Material weakness(es) identified? | _____ yes | ___X___ no |
| Reportable condition(s) identified not considered to be material weaknesses? | _____ yes | ___X___ none reported |
| (iii) Noncompliance material to financial statements noted? | _____ yes | ___X___ no |

Federal Awards Section

- | | | |
|---|--------------------|-----------------------|
| (viii) Dollar threshold used to determine Type A programs: | <u>\$1,063,252</u> | |
| (ix) Auditee qualified as low-risk auditee? | ___X___ yes | _____ no |
| (v) Type of auditor's report on compliance for major programs? | <u>Unqualified</u> | |
| (iv) Internal control over compliance: | | |
| Material weakness(es) identified? | _____ yes | ___X___ no |
| Were reportable condition(s) identified not considered to be material weakness(es)? | _____ yes | ___X___ none reported |
| (vi) Any audit findings disclosed that are required to be reported in accordance with Circular A-133 (Section .510(a))? | _____ yes | ___X___ no |

The University of Toledo

Schedule of Findings and Questioned Costs (continued)

CFDA Number(s)	Name of Federal Program or Cluster
(vii) Identification of major programs: 84.007, 84.032, 84.033, 84.038, 84.063, 93.364	Student Financial Aid Cluster

Part II—Financial Statement Findings Section

This section identifies the reportable conditions, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements for which *Government Auditing Standard* requires reporting in a Circular A-133 audit.

None

Part III—Federal Award Findings and Questioned Costs Section

This section identifies reportable conditions, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal programs, as required to be reported by Circular A-133 section __.510. Where practical, findings should be organized by federal agency or pass-through entity.

None