



UNIVERSITY OF MAINE SYSTEM

Auditors' Reports as Required by Office of
Management and Budget (OMB) Circular A-133 and
Government Auditing Standards and Related Information

Year ended June 30, 2008

UNIVERSITY OF MAINE SYSTEM

Auditors' Reports as Required by Office of
Management and Budget (OMB) Circular A-133 and
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Exhibit I

**Report on Compliance with Requirements Applicable to
Each Major Program and on Internal Control over
Compliance in Accordance with OMB Circular A-133**

The Board of Trustees
University of Maine System:

Compliance

We have audited the compliance of the University of Maine System (the System) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* (Compliance Supplement) that are applicable to each of its major federal programs for the year ended June 30, 2008, except for those requirements discussed in the second paragraph of this report. The System's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs (Exhibit IV). Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the System's management. Our responsibility is to express an opinion on the System's compliance based on our audit.

We did not audit the System's compliance with the requirements governing student loan repayment processing services in accordance with the requirements of the Student Financial Assistance Cluster: Federal Perkins Loan program as described in the Compliance Supplement. Those requirements govern functions performed by Education Loan Servicing, LLC (d/b/a Campus Partners). Since we did not apply auditing procedures to satisfy ourselves as to compliance with those requirements, the scope of work was not sufficient to enable us to express, and we do not express, an opinion on compliance with those requirements. Campus Partners' compliance with the requirements governing the functions that it performs for the System for the year ended June 30, 2008 was examined by other accountants in accordance with the U.S. Department of Education's Audit Guide, *Audits of Federal Student Financial Assistance Programs at Participating Institutions and Institution Servicers*. Our report does not include the results of the other accountants' examination of Campus Partners' compliance with such requirements.

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 described in the Compliance Supplement 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 System'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 of the System's compliance with those requirements.



Exhibit I

In our opinion, the System complied, in all material respects, with the requirements referred to in the first paragraph above that are applicable to each of its major federal programs for the year ended June 30, 2008.

Internal Control over Compliance

The management of the System is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the System's internal control over compliance with the 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, 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 System's internal control over compliance.

Requirements governing student loan repayment processing services in the Student Financial Assistance Cluster: Federal Perkins Loan program as described in the Compliance Supplement are performed by Campus Partners. Internal control over compliance related to such functions for the year ended June 30, 2008 was reported on by other accountants in accordance with the U.S. Department of Education's Audit Guide, *Audits of Federal Student Financial Assistance Programs at Participating Institutions and Institution Servicers*. Our report does not include the results of the other accountants' testing of Campus Partners' internal control over compliance related to such functions.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

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

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the business-type activities and the discretely presented component units of the University as of and for the year ended June 30, 2008, and have issued our report thereon dated October 31 2008, which refers to other auditors. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the University's basic financial statements. The accompanying schedule of expenditures of federal awards (Exhibit II) 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 has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Exhibit I

This report is intended solely for the information and use of the Audit Committee, 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.

KPMG LLP

March 17, 2009 (except for
the Schedule of Expenditures of Federal
Awards, which is as of October 31, 2008)

UNIVERSITY OF MAINE SYSTEM
 Schedule of Expenditures of Federal Awards
 Year ended June 30, 2008

Federal grantor/pass-through grantor/program title	Pass-through number	Federal CFDA number	Federal expenditures
Student Financial Assistance Cluster:			
U.S. Department of Education:			
Federal Supplemental Educational Opportunity Grant Program		84.007	\$ 4,178,294
Federal Family Education Loans (note 2)		84.032	92,533,577
Federal Work-Study Program		84.033	5,425,771
Federal Perkins Loan Program (note 2)		84.038	6,903,895
Federal Perkins Loan Program Administrative Cost Allowance		84.038	298,067
Federal Pell Grant Program		84.063	24,985,460
Federal Direct Student Loans		84.268	13,959,956
Academic Competitiveness Grant		84.375	980,798
National Science and Mathematics Access to Retain Talent Grant		84.376	519,162
Total U.S. Department of Education			<u>149,784,980</u>
U.S. Department of Health and Human Services:			
Federal Nursing Loan Program (note 2)		93.364	349,231
Total Student Financial Assistance Cluster			<u>150,134,211</u>
Food Stamp Cluster:			
Passed-through:			
Maine Department of Health and Human Services:			
State Admin. Match Grants – Food Stamps		10.561	3,550,625
Maine Nutritional Network:			
State Admin. Match Grants – Food Stamps		10.561	2,209
Total Food Stamp Cluster			<u>3,552,834</u>
Emergency Food Assistance Cluster:			
Passed-through:			
Maine Department of Health and Human Services:			
Emergency Food Assistance Program (Administrative Costs)		10.568	17,795
Total Emergency Food Assistance Cluster			<u>17,795</u>
Employment Services Cluster:			
Passed-through:			
Maine Department of Labor:			
Employment Service		17.207	9,304
Association for Enterprise Opportunity:			
Employment Service		17.207	4,326
Total Employment Services Cluster			<u>13,630</u>
WIA Cluster:			
Passed-through:			
Maine Department of Labor:			
WIA Adult Program		17.258	95
Maine Department of Economic and Community Development:			
WIA Adult Program		17.258	(1,115)
Total CFDA Number 17.258			<u>(1,020)</u>
Maine Department of Labor:			
WIA Youth Activities		17.259	90
Training & Development Corporation:			
WIA Youth Activities		17.259	3,556
Total CFDA Number 17.259			<u>3,646</u>
Maine Department of Labor:			
WIA Dislocated Workers		17.260	95
Total WIA Cluster			<u>2,721</u>
Highway Planning and Construction Cluster:			
Passed-through:			
Maine Department of Transportation:			
Highway Planning and Construction		20.205	267,075
Total Highway Planning and Construction Cluster			<u>267,075</u>
Highway Safety Cluster:			
Passed-through:			
Maine Department of Public Safety:			
State & Community Highway Safety		20.600	225
Total Highway Safety Cluster			<u>225</u>
Special Education Cluster:			
Passed-through:			
Maine Department of Education:			
Special Education – Grants to States	01305A715512	84.027	795,789
Total Special Education Cluster			<u>795,789</u>

UNIVERSITY OF MAINE SYSTEM
 Schedule of Expenditures of Federal Awards
 Year ended June 30, 2008

Federal grantor/pass-through grantor/program title	Pass-through number	Federal CFDA number	Federal expenditures
TRIO Cluster:			
U.S. Department of Education:			
TRIO – Student Support Services		84.042	\$ 1,816,267
TRIO – Talent Search		84.044	557,236
TRIO – Upward Bound		84.047	2,245,023
TRIO – Educational Opportunity Centers		84.066	713,632
Total TRIO Cluster			<u>5,332,158</u>
CCDF Cluster:			
Passed-through:			
Maine Department of Health and Human Services:			
Child Care and Development Block Grant		93.575	1,244,057
Maine Department of Health and Human Services:			
Child Care Mandatory and Matching Funds		93.596	289,416
Total Child Care Cluster			<u>1,533,473</u>
Medicaid Cluster:			
Passed-through:			
Michigan Dept of Community Health:			
Medical Assistance Program		93.778	(460)
Maine Dept of Health and Human Services:			
Medical Assistance Program		93.778	1,014,245
Maine Dept of Community Health:			
Medical Assistance Program		93.778	90,000
The MEDSTAT Group, Inc.:			
Medical Assistance Program		93.778	22,734
Total Medicaid Cluster			<u>1,126,519</u>
Foster Grandparent/Senior Companion Cluster:			
U.S. Corp. for National and Community Service:			
Senior Companion Program		94.016	378,541
Total Foster Grandparent/Senior Companion Cluster:			<u>378,541</u>
Research and Development Cluster:			
U.S. Department of Agriculture:			
Department of Agriculture Awards with No CFDA Number			
		10.000	205,904
Passed-through:			
University of Vermont:			
Department of Agriculture Awards with No CFDA Number		10.000	(255)
Total CFDA Number 10.000			<u>205,649</u>
Agric Research-Basic & Applied			
Grants for Agric Research – Spec. Research		10.001	132,894
Grants for Agric Research – Spec. Research		10.200	642,351
Passed-through:			
TexTech Industries:			
Grants for Agric Research – Spec. Research		10.200	110,978
Cornell University:			
Grants for Agric Research – Spec. Research		10.200	27,728
Penn State University:			
Grants for Agric Research – Spec. Research		10.200	16,163
University of Connecticut:			
Grants for Agric Research – Spec. Research	LNE05-216	10.200	11,218
University of Vermont:			
Grants for Agric Research – Spec. Research		10.200	101,035
University of Maryland:			
Grants for Agric Research – Spec. Research		10.200	81,729
Total CFDA Number 10.200			<u>991,202</u>
Cooperative Forestry Research			
Payments to Agric. Exp Stations-Hatch		10.202	779,434
Grants for Agric Research – Comp Research		10.203	2,255,170
Grants for Agric Research – Comp Research		10.206	481,625
Passed-through:			
University of Rhode Island:			
Grants for Agric Research – Comp Research		10.206	33,468
University of Nebraska:			
Grants for Agric Research – Comp Research		10.206	901
University of Wisconsin:			
Grants for Agric Research – Comp Research		10.206	30,959
University of Tennessee:			
Grants for Agric Research – Comp Research		10.206	(28,112)
Oregon State University:			
Grants for Agric Research – Comp Research	OR2791-001.01	10.206	27,161
Total CFDA Number 10.206			<u>546,002</u>
Food and Agricultural Sciences National Needs Graduate Fellowship		10.210	40,095

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 Schedule of Expenditures of Federal Awards
 Year ended June 30, 2008

Federal grantor/pass-through grantor/program title	Pass-through number	Federal CFDA number	Federal expenditures
Passed-through:			
University of Vermont:			
Sustainable Agricultural Research & Education		10.215	\$ 24,291
Maine Technology Institute:			
Sustainable Agricultural Research & Education		10.215	4,268
Total CFDA Number 10.215			<u>28,559</u>
Agricultural and Rural Economic Research		10.250	(46)
Integrated Programs		10.303	318,450
Passed-through:			
University of Rhode Island:			
Integrated Programs	100405/0000516-A	10.303	92,133
Rutgers University:			
Integrated Programs		10.303	4,006
University of New Hampshire:			
Integrated Programs	PZ07019	10.303	659
Penn State University:			
Integrated Programs		10.303	333,212
Total CFDA Number 10.303			<u>748,460</u>
University of Vermont:			
Organic Agriculture Research and Extension Initiative		10.307	21,373
University of Wisconsin:			
Technical Assistance to Cooperatives	391G484	10.350	(355)
Cooperative Extension Service		10.500	20,455
Passed-through:			
University of Delaware:			
Cooperative Extension Service		10.500	8,790
University of Vermont:			
Cooperative Extension Service		10.500	4,258
Total CFDA Number 10.500			<u>33,503</u>
Food Donation		10.550	1
Forestry Research		10.652	543,816
Passed-through:			
University of Vermont:			
Forestry Research		10.652	85,415
Total CFDA Number 10.652			<u>629,231</u>
Cooperative Forestry Assistance		10.664	2,995
Passed-through:			
Maine Department of Conservation:			
Cooperative Forestry Assistance	04A2100	10.664	(160)
Total CFDA Number 10.664			<u>2,835</u>
Rural Development, Forestry, and Communities		10.672	2,026
Passed-through:			
Maine Dept of Conservation:			
Forest Stewardship Program		10.678	38,290
Forest Health Protection		10.680	30,864
Passed-through:			
Northern Maine Development Comm:			
Rural Business Opportunity Grants		10.773	59,048
Environmental Quality Incentives Program		10.912	7,336
Scientific Cooperation Program		10.961	1,000
Total Department of Agriculture			<u>6,552,571</u>
U.S. Department of Commerce:			
Department of Commerce Awards with No CFDA Number		11.000	12,712
Economic Development-Technical Assistance		11.303	167,680
Passed-through:			
The Nature Conservancy:			
Anadromous Fish Conservation Act Program		11.405	8
Sea Grant Support		11.417	976,610
Passed-through:			
Great Bay Aquaculture:			
Sea Grant Support		11.417	28,106
Univ of Southern Mississippi:			
Sea Grant Support	07-01-067	11.417	29,927
Total CFDA Number 11.417			<u>1,034,643</u>

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 Schedule of Expenditures of Federal Awards
 Year ended June 30, 2008

Federal grantor/pass-through grantor/program title	Pass-through number	Federal CFDA number	Federal expenditures
Passed-through:			
Wells National Estuarine Research Reserve: Coastal Zone Management Admin Awards		11.419	\$ 5,400
Maine Dept of Marine Resources: Coastal Zone Management Admin Awards		11.419	13,262
Total CFDA Number 11.419			18,662
Coastal Zone Management Estuarine Research		11.420	1,083
Passed-through:			
Texas St University-San Marcos: Financial Assist for Nat Centers for Coastal Ocean Science		11.426	121,735
Fisheries Dev/Util Research & Development Grant		11.427	(303)
Climate and Atmospheric Research		11.431	152,274
Passed-through:			
Oregon State University: Climate and Atmospheric Research		11.431	8,279
Total CFDA Number 11.431			160,553
Columbia University: OAR – Cooperative Institutes		11.432	77,628
Technology Planning Mgmt Co: Environmental Sciences, Applications, Data, and Education		11.440	38,087
Special Oceanic & Atmospheric Projects		11.460	(290)
Passed-through:			
University of Connecticut: Special Oceanic and Atmospheric Project		11.460	(296)
University of New Hampshire: Special Oceanic and Atmospheric Project		11.460	34,867
Gulf of Me Ocean Observing Sys: Special Oceanic and Atmospheric Project		11.460	347,906
Total CFDA Number 11.460			382,187
Habitat Conservation		11.463	1
Passed-through:			
Natl Fish & Wildlife Foundation: Habitat Conservation		11.463	17,295
Maine Dept of Transportation: Habitat Conservation		11.463	5,249
Gulf of Me Council on Marine Env: Habitat Conservation		11.463	18,413
Total CFDA Number 11.463			40,958
Unallied Science Program		11.472	4,635
Passed-through:			
Cornell University: Unallied Science Program		11.472	9,224
Maine Inland Fisheries & Wildlife: Unallied Science Program		11.472	222
Maine Department of Marine Resources: Unallied Science Program		11.472	53,013
Northeast Consortium: Unallied Science Program		11.472	65,291
University of New Hampshire: Unallied Science Program		11.472	40,147
University of Rhode Island: Unallied Science Program	011707/0001224	11.472	73,199
Total CFDA Number 11.472			245,731
Passed-through:			
University of New Hampshire: Coastal Services Center		11.473	113,980
Woods Hole Oceanographic Inst: Coastal Services Center		11.473	371,641
Prince Wlm Sound Science Ctr: Coastal Services Center		11.473	71,922
Total CFDA Number 11.473			557,543
Coastal Ocean Programs		11.478	332,749
Passed-through:			
Woods Hole Oceanographic Inst: Coastal Ocean Programs		11.478	139,001
Total CFDA Number 11.478			471,750

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 Schedule of Expenditures of Federal Awards
 Year ended June 30, 2008

Federal grantor/pass-through grantor/program title	Pass-through number	Federal CFDA number	Federal expenditures
Natl Fish & Wildlife Foundation: Educational Partnership Program		11.481	\$ (2)
Total Department of Commerce			<u>3,330,655</u>
U.S. Department of Defense: Department of Defense Awards with no CFDA Number		12.000	260,853
Passed-through:			
Battelle:			
Dept of Defense Awards with no CFDA Number	W911NF-07-D-001	12.000	59,022
Composite Technology Dev., Inc.:			
Dept of Defense Awards with no CFDA Number		12.000	10,000
Maine Marine Manufacturing:			
Dept of Defense Awards with no CFDA Number		12.000	140,366
Universal Technology Corp:			
Dept of Defense Awards with no CFDA Number		12.000	36,081
Regents of the Univ of California:			
Dept of Defense Awards with no CFDA Number	KK5155	12.000	324
Total CFDA Number 12.000			<u>506,646</u>
Basic and Applied Scientific Research		12.300	2,941,607
Passed-through:			
Bigelow Lab for Ocean Science:			
Basic and Applied Scientific Research		12.300	41,411
Maine Marine Manufacturing:			
Basic and Applied Scientific Research		12.300	4,555
Maine Science Tech Foundation:			
Basic and Applied Scientific Research		12.300	1,934
Virginia Tech:			
Basic and Applied Scientific Research	CR-19697-430221	12.300	90,077
Total CFDA Number 12.300			<u>3,079,584</u>
Passed-through:			
Maine Institute for Health Genetics and Health:			
Military Medical Research and Development	W81XWH-07-2-0116	12.420	127,748
The Jackson Laboratory:			
Military Medical Research and Development		12.420	41,890
Total CFDA Number 12.420			<u>169,638</u>
Basic Scientific Research		12.431	159,962
Passed-through:			
Maine Monolite, LLC:			
Basic Scientific Research		12.431	(442)
Total CFDA Number 12.431			<u>159,520</u>
Basic, Applied & Advanced Research-Sci		12.630	2,783,941
Air Force Defense Research-Sci Prog		12.800	124,964
Mathematical Sciences Grants Program		12.901	6,316
Total Department of Defense			<u>6,830,609</u>
U.S. Department of Housing & Urban Development: Community Outreach Partnership Center Program		14.511	71,576
Total Department of HUD			<u>71,576</u>
U.S. Department of Interior: Department of Interior Awards with No CFDA Number		15.000	122,252
Cultural Resource Management		15.224	5,456
Fish and Wildlife Management Assistance		15.608	5,632
Passed-through:			
Maine Inland Fisheries & Wildlife:			
Fish and Wildlife Management Assistance	924367	15.608	33,792
Natl Fish & Wildlife Foundation:			
Fish and Wildlife Management Assistance		15.608	(379)
Total CFDA Number 15.608			<u>39,045</u>
Passed-through:			
Maine Inland Fisheries & Wildlife:			
State Wildlife Grants		15.634	2,872
Assistance to States – Water Resource Res		15.805	60,838
Passed-through:			
Plymouth State University:			
Assistance to States – Water Resource Res		15.805	77,680
Total CFDA Number 15.805			<u>138,518</u>

UNIVERSITY OF MAINE SYSTEM
 Schedule of Expenditures of Federal Awards
 Year ended June 30, 2008

Federal grantor/pass-through grantor/program title	Pass-through number	Federal CFDA number	Federal expenditures
Geological Survey – Research and Data Collection		15.808	\$ 32,099
National Cooperative Geologic Mapping Program		15.810	46
Cooperative Research Units Program		15.812	115,001
Passed-through:			
Maine Department Conservation:			
Cooperative Research Units Program		15.812	1,663
Total CFDA Number 15.812			<u>116,664</u>
Technical Preservation Services		15.915	4,968
Urban Park & Recreation Recovery Program		15.919	55,973
Total Department of Interior			<u>517,893</u>
U.S. Department of Justice:			
Passed-through:			
Maine Department of Public Safety:			
Department of Justice Awards with No CFDA Number		16.000	27,982
Grants to Reduce Violent Crimes Against Women on Campus		16.525	(168)
Passed-through:			
Maine Inland Fisheries & Wildlife:			
Grants to Reduce Violent Crimes Against Women on Campus		16.525	30,205
Total CFDA Number 16.525			<u>30,037</u>
OVW Technical Assistance Initiative		16.526	1,516,653
Passed-through:			
National Network to End Violence:			
OVW Technical Assistance Initiative		16.526	1
Total CFDA Number 16.526			<u>1,516,654</u>
Maine Department of Corrections:			
Byrne Formula Grant Program		16.579	(6,386)
Maine Department of Health and Human Services:			
Edward Byrne Mem St & Local Law Enf. Assist Discr Grants Prog	CA-SA-06-215	16.580	(50)
Justice Research & Stat Assoc:			
Special Data Collections and Statistical Studies		16.734	34,743
Total Department of Justice			<u>1,602,980</u>
U.S. Department of Labor:			
Passed-through:			
Maine Department of Labor:			
Unemployment Insurance Administration		17.225	62,965
WIA Pilots, Demonstrations, and Research Projects		17.261	486,627
Maine Community College:			
Community Based Job Training Grants		17.269	28,375
Total Department of Labor			<u>577,967</u>
U.S. Department of State:			
State Dept Awards With No CFDA Number		19.000	89,066
Total Department of State			<u>89,066</u>
U.S. Department of Transportation:			
Department of Transportation Awards with No CFDA Number		20.000	259,393
Passed-through:			
Cornell University:			
Department of Transportation Awards with No CFDA Number		20.000	26,413
Maine Department of Transportation:			
Department of Transportation Awards with No CFDA Number		20.000	23,941
Total CFDA Number 20.000			<u>309,747</u>
Aviation Research Grants		20.108	134,979
Passed-through:			
MIT:			
University Transportation Centers Program		20.701	16,690
University of Connecticut:			
University Transportation Centers Program		20.701	14,404
Total CFDA Number 20.701			<u>31,094</u>
University of Mass-Amherst:			
University Transportation Centers		20.760	22,055
Total Department of Transportation			<u>497,875</u>

UNIVERSITY OF MAINE SYSTEM
 Schedule of Expenditures of Federal Awards
 Year ended June 30, 2008

Federal grantor/pass-through grantor/program title	Pass-through number	Federal CFDA number	Federal expenditures
U.S. Department of the Treasury			
Passed-through:			
Arinc Engineering Services, LL:			
Taxpayer Service		21.003	\$ 2,645
Total Department of the Treasury			<u>2,645</u>
National Aeronautics & Space Administration:			
NASA Awards with No CFDA Number		43.000	56,905
Passed-through:			
Bigelow Lab for Ocean Science:			
NASA Awards with No CFDA Number		43.000	99,907
Ohio State University:			
NASA Awards with No CFDA Number		43.000	9,669
Maine Space Grant Consortium:			
NASA Awards with No CFDA Number		43.000	297,501
Duke University:			
NASA Awards with No CFDA Number	05-SC-NASA-1009	43.000	13,556
Total CFDA Number 43.000			<u>477,538</u>
Aerospace Educational Services Program		43.001	671,463
Passed-through:			
Monterey Bay Aquarium Res Inst:			
Aerospace Educational Services Program		43.001	106,075
Total CFDA Number 43.001			<u>777,538</u>
Technology Transfer		43.002	319,214
Passed-through:			
Oregon State University:			
Technology Transfer		43.002	48,013
Ohio State University:			
Technology Transfer		43.002	8,366
Maine Space Grant Consortium:			
Technology Transfer		43.002	83,123
Total CFDA Number 43.002			<u>458,716</u>
Total National Aeronautics & Space Administration:			<u>1,713,792</u>
U.S. National Science Foundation:			
National Science Foundation Awards with No CFDA Number		47.000	125,505
Engineering Grants		47.041	1,151,728
Passed-through:			
Mainely Sensors, LLC:			
Engineering Grants		47.041	66,420
Total CFDA Number 47.041			<u>1,218,148</u>
University of Alaska:			
Scientific Research Project Support		47.047	17,588
Mathematical and Physical Sciences		47.049	519,453
Geosciences		47.050	2,602,677
Passed-through:			
University of Washington:			
Geosciences		47.050	36,520
Stanford University:			
Geosciences		47.050	80,851
Total CFDA Number 47.050			<u>2,720,048</u>
Comp/Information Science and Engineering		47.070	962,424
Biological Sciences		47.074	988,985
Passed-through:			
Univ of Calif-Riverside:			
Biological Sciences		47.074	107,839
Miami University:			
Biological Sciences		47.074	11,368
University of Alabama:			
Biological Sciences		47.074	66,297
Total CFDA Number 47.074			<u>1,174,489</u>
Social, Behavioral & Economic Sciences		47.075	25,443
Passed-through:			
Civillian Research & Dev Foundation:			
Social, Behavioral & Economic Sciences	MOE2-2679-CS-05	47.075	1,240
Total CFDA Number 47.075			<u>26,683</u>
Education and Human Resources		47.076	4,229,704

UNIVERSITY OF MAINE SYSTEM
Schedule of Expenditures of Federal Awards
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Federal grantor/pass-through grantor/program title	Pass-through number	Federal CFDA number	Federal expenditures
Passed-through:			
Puget Sound Center:			
Education and Human Resources		47.076	\$ 973
Total CFDA Number 47.076			<u>4,230,677</u>
Polar Programs		47.078	1,374,863
Passed-through:			
University of Kansas:			
Polar Programs		47.078	139,271
Oregon State University:			
Polar Programs		47.078	38,394
Total CFDA Number 47.078			<u>1,552,528</u>
Total National Science Foundation			<u>12,547,543</u>
U.S. Environmental Protection Agency:			
Passed-through:			
Michigan State University:			
Grants & Coop Agreements – S 104(b)(3) Clean Water Act	61-3375C	66.436	1,879
Maine Department of Environmental Protection:			
Regional Wetland Program Development Grants		66.461	9,304
Maine State Planning Office:			
Beach Monitoring and Notification Program Implementation Grants		66.472	109,428
Maine Executive Office:			
Beach Monitoring and Notification Program Implementation Grants		66.472	125,514
Total CFDA Number 66.472			<u>234,942</u>
Envir. Protection – Consolidated Research		66.500	21,475
Passed-through:			
NH Dept of Environmental Serv:			
Envir. Protection – Consolidated Research		66.500	139
Total CFDA Number 66.500			<u>21,614</u>
Science to Achieve Results (STAR) Research Program		66.509	185,773
Office of Research and Development Consolidated Research/Tra		66.511	100,090
Greater Research Opportunities Fellowships for Undergraduate Study		66.513	4,708
Science to Achieve Results (STAR) Fellowship Program		66.514	6,632
Passed-through:			
Maine Department of Environmental Protection:			
Performance Partnership Grants		66.605	21,383
Passed-through:			
City of Portland, Maine:			
Surveys, Studies, Investig and Spec Purp		66.606	1
Univ of Mass-Amherst:			
Surveys, Studies, Investig and Spec Purp		66.606	63,640
Maine Department of Environmental Protection:			
Surveys, Studies, Investig and Spec Purp		66.606	574
Total CFDA Number 66.606			<u>64,215</u>
Pesticide Environmental Stewardship		66.714	15,899
Environmental Education Grants		66.951	(2)
Total Environmental Protection Agency			<u>666,437</u>
U.S. Department of Energy			
Passed-through:			
Midwest Research Institute:			
Department of Energy Awards with No CFDA Number		81.000	33,115
Maine Public Utilities:			
State Energy Program		81.041	5,650
Office of Science Financial Assistance Program		81.049	513,264
Passed-through:			
Penn State University:			
Office of Science Financial Assistance Program		81.049	76,269
Total CFDA Number 81.049			<u>589,533</u>
Office of Scientific and Technical Information		81.064	(2,595)
Passed-through:			
Maine Technology Institute:			
Regional Biomass Energy Programs		81.079	65,146
Renewable Energy R&D		81.087	14,432
Passed-through:			
Los Alamos National Laboratory:			
Epidemiology and Other Health Studies Financial Assistance Program		81.108	24,361
Maine Public Utilities Commission:			
Energy Efficiency and Renewable Energy Information		81.117	16,769
Total Department of Energy			<u>746,411</u>

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Federal grantor/pass-through grantor/program title	Pass-through number	Federal CFDA number	Federal expenditures
U.S. Department of Education: National Resource Centers Program for Foreign Language and Area Studies		84.015	\$ (45,973)
Passed-through:			
University of Illinois – Chicago: National Inst on Disability & Rehabilitation Research	2003-06470-13-00	84.133	(14,107)
MSAD 55: Safe and Drug-Free Schools & Communities		84.184	63,167
Bilingual Education – Professional Development		84.195	80,175
Passed-through:			
Maine Humanities Council: Fund for the Improvement of Education		84.215	18,036
Maine Department of Education: Fund for the Improvement of Education	01305A502163	84.215	(3,861)
Total CFDA Number 84.215			<u>14,175</u>
Maine Department of Education: Twenty-First Century Community Learning Centers	01305A110213	84.287	6,210
Education Technology State Grants	01305A100907	84.318	139,998
Research in Special Education		84.324	4
Special Ed Personnel Prep-Children W/Disab		84.325	304
Total Department of Education			<u>243,953</u>
U.S. Department of Health and Human Services:			
Passed-through:			
Maine Dept Health/Human Services: Department of Health and Human Services Awards with no CFDA Number		93.000	450,596
Interactive Training Technology: Department of Health and Human Services Awards with no CFDA Number		93.000	868
Maine Department of Corrections: Department of Health and Human Services Awards with no CFDA Number	G1005249	93.000	10,442
Total CFDA Number 93.000			<u>461,906</u>
Maine Department of Health and Human Services: Special Program for Aging – Title IV		93.048	37,843
Passed-through:			
Maine Department of Health and Human Services: Alzheimer's Disease Demonstration Grants to States		93.051	24,210
Environmental Health		93.113	80,679
Passed-through:			
Florida International University: Environmental Health		93.113	1,732
Total CFDA Number 93.113			<u>82,411</u>
Applied Toxicological Research and Testing		93.114	140,626
Passed-through:			
Maine Department of Health and Human Services: Injury Prevention and Control Research and State and Community Based Programs		93.136	(1)
Dartmouth College: NIEHS Superfund Hazardous Substances		93.143	7,928
Rural Health Research Centers		93.155	451,100
Human Genome Research		93.172	193,504
Research on Healthcare Costs, Quality and Outcomes		93.226	287,444
Passed-through:			
Maine Medical Center: Research on Healthcare Costs, Quality and Outcomes		93.226	21,805
Total CFDA Number 93.226			<u>309,249</u>
Maine Department of Health and Human Services: State Rural Hospital Flexibility Program		93.241	35,616
University of Minnesota: State Rural Hospital Flexibility Program		93.241	345,199
Total CFDA Number 93.241			<u>380,815</u>
Clark University: Mental Health Research Grants		93.242	88,802
Maine Department of Health and Human Services: Substance Abuse & Mental Hlth Svcs Prjs of Regl & Natl Sign		93.243	114,894
Maine Department of Health and Human Services: Alcohol Research Programs		93.273	(5)
Passed-through:			
Oregon Health & Science Univ: Alcohol Research Programs	GBNEU0139G	93.273	34,473
Total CFDA Number 93.273			<u>34,468</u>

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 Schedule of Expenditures of Federal Awards
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Federal grantor/pass-through grantor/program title	Pass-through number	Federal CFDA number	Federal expenditures
Miami University: Drug Abuse and Addiction Research Programs		93.279	\$ 3,487
Centers for Disease Ctrl & Prev-Invest & Tech		93.283	(64)
Passed-through: University of Medicine & Dentistry of New Jersey: Centers for Disease Ctrl & Prev-Invest & Tech		93.283	59,617
Total CFDA Number 93.283			<u>59,553</u>
National Center for Research Resources		93.389	36,099
Passed-through: Mt Desert Island Biological Lab: National Center for Research Resources		93.389	136,981
Total CFDA Number 93.389			<u>173,080</u>
Promoting Safe and Stable Families		93.556	1,470,584
Passed-through: Maine Department of Health and Human Services: Head Start	CA-CF-07-314	93.600	170,551
Social Services Research and Demonstration		93.647	221,312
Passed-through: Maine Department of Health and Human Services: Social Services Research and Demonstration		93.647	128,160
Total CFDA Number 93.647			<u>349,472</u>
Adoption Opportunities		93.652	498,692
Passed-through: Maine Department of Health and Human Services: Adoption Opportunities	CA-CF-05-324	93.652	215,013
Total CFDA Number 93.652			<u>713,705</u>
Maine Department of Health and Human Services: Adoption Assistance		93.659	(7,015)
Maine Department of Health and Human Services: Social Services Block Grant		93.667	67,433
Maine Department of Health and Human Services: Medicaid Infrastructure Grants to Support the Competitive Empl of People w/Disabilities		93.768	724,241
Centers for Medicare & Medicaid Svs (CMS) Research, Demonstrations, and Evaluations		93.779	81,744
Passed-through: Maine Dept of Behavioral & Developmental Services: Centers for Medicare & Medicaid Svs (CMS) Research, Demonstrations, and Evaluations		93.779	127,732
Maine Department of Health and Human Services: Centers for Medicare & Medicaid Svs (CMS) Research, Demonstrations, and Evaluations		93.779	978,998
The Medstat Group: Centers for Medicare & Medicaid Svs (CMS) Research, Demonstrations, and Evaluations		93.779	496
Maine Executive Offices: Centers for Medicare & Medicaid Svs (CMS) Research, Demonstrations, and Evaluations		93.779	246,447
Total CFDA Number 93.779			<u>1,435,417</u>
Maine Department of Health and Human Services: Medicaid Transformation Grants		93.793	1,046,243
Heart & Vascular Disease Research		93.837	731,022
Passed-through: Jackson Labs: Arthritis Musculoskeletal Skin Research		93.846	14,518
Diabetes, Endocrinology and Metabolism Research		93.847	72,722
Digestive Diseases and Nutrition Research		93.848	155,108
Extramural Research Programs in the Neurosciences & Neurological Disorders		93.853	22,533
Allergy Immunology & Transplantation Research		93.855	239,877
Child Health & Human Development Extramural Research		93.865	277,976
Aging Research		93.866	244
Passed-through: Maine Department of Health and Human Services: Preventive Health & Health Service Grant		93.991	4,816
Total Department of Health and Human Services			<u>10,053,322</u>
U.S. Corporation for National and Community Service:			
Passed-through: Maine State Planning Office: Planning & Program Development Grants		94.007	1
Total U.S. Corporation for National and Community Service			<u>1</u>

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Federal grantor/pass-through grantor/program title	Pass-through number	Federal CFDA number	Federal expenditures
U.S. Department of Homeland Security: Department of Homeland Security Awards With No CFDA		97.000	\$ 5,219
Total Department of Homeland Security			<u>5,219</u>
Total Research and Development Cluster			<u>46,050,515</u>
U.S. Department of Agriculture: Department of Agriculture Awards with No CFDA Number		10.000	19,099
Passed-through: University of Vermont: Department of Agriculture Awards with No CFDA Number		10.000	86
Total CFDA Number 10.000			<u>19,185</u>
Passed-through: State of Maine Department of Agriculture: Plant & Animal Disease, Pest Control		10.025	1,191
Cornell University: Homeland Security-Agricultural		10.304	22,461
Crop Insurance Education in Targeted States		10.458	225,488
Cooperative Extension Services		10.500	2,815,393
Passed-through: University of Vermont: Cooperative Extension Services		10.500	1,987
Kansas State University: Cooperative Extension Services		10.500	34,325
Michigan State University: Cooperative Extension Services		10.500	(1,196)
University of Delaware: Cooperative Extension Services		10.500	15,825
Total CFDA Number 10.500			<u>2,866,334</u>
Passed-through: Maine Department of Health and Human Services: Special Supplemental Nutrition – Women, Children		10.557	29,545
Passed-through: Maine Department of Education: Team Nutrition	01305A629964	10.574	85,714
Team Nutrition	01305A714105	10.574	59,386
Total CFDA Number 10.574			<u>145,100</u>
Total U.S. Department of Agriculture			<u>3,309,304</u>
U.S. Department of Commerce: Sea Grant Support		11.417	19,469
Passed-through: University of Mississippi: Sea Grant Support		11.417	26,123
Total CFDA Number 11.417			<u>45,592</u>
Coastal Services Center		11.473	445,005
Passed-through: Woods Hole Oceanographic Institute: Coastal Services Center		11.473	159
Total CFDA Number 11.473			<u>445,164</u>
Passed-through: Maine Manufacturing Extension Partnership: Manufacturing Extension Partnership		11.611	49,051
Total Department of Commerce			<u>539,807</u>
U.S. Department of Defense: Department of Defense Awards with No CFDA Number		12.000	167,542
Total Department of Defense			<u>167,542</u>
U.S. Department of Housing and Urban Development: Passed-through: MaineHousing: Housing Counseling Assistance Program		14.169	3,197
Community Outreach Partnership Center Program		14.511	54,303
Total Department of Housing and Urban Development			<u>57,500</u>
U.S. Department of Justice: Passed-through: Maine Department of Corrections: Offender Re-entry Program		16.202	(220)
Juvenile Accountability Incentive Block Grants		16.523	434,740
Grants to Reduce Violent Crimes Against Women on Campus		16.525	(558)

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 Schedule of Expenditures of Federal Awards
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Federal grantor/pass-through grantor/program title	Pass-through number	Federal CFDA number	Federal expenditures
Passed-through:			
Maine Department of Corrections:			
Juvenile Justice and Delinquency Development		16.540	\$ 91,220
State Justice Statistic Prog for Statistic Analysis Ctrs		16.550	18,441
Maine Department of Health and Human Services:			
State Justice Statistic Prog for Statistic Analysis Ctrs		16.550	35,489
Total CFDA Number 16.550			<u>53,930</u>
Maine Department of Public Safety:			
National Criminal History Improve Prog-NCHIP		16.554	26,023
Maine Department of Health and Human Services:			
Crime Victim Assistance/Discretionary Grants		16.575	98,381
Edward Byrne Memorial State & Local Law Enf. Assistance Discretionary Grants Prog.		16.580	120
Passed-through:			
Upper Midwest Community Policing Agency:			
Edward Byrne Memorial State & Local Law Enf. Assistance Discretionary Grants Prog.		16.580	10,242
Total CFDA Number 16.580			<u>10,362</u>
State of Maine Judicial Branch:			
Grants to Encourage Arrest Policies & Enfrcmnt of Prot Orders		16.590	16,773
Corrections-Research & Evaluation & Policy Formulation		16.602	38,509
Passed-through:			
Maine Department of Health and Human Services:			
Enforcing Underage Drinking Laws		16.727	217,100
Total U.S. Department of Justice			<u>986,260</u>
U.S. Department of Labor:			
Passed-through:			
Maine Department of Labor:			
WIA Pilots, Demonstrations, and Research Projects		17.261	37,277
Occupational Safety & Health Training & Education		17.502	40,698
Total U.S. Department of Labor			<u>77,975</u>
U.S. Department of Transportation:			
Passed-through:			
Eastern Maine Development Corporation:			
U.S. Department of Transportation Awards with No CFDA Number		20.000	11,795
Maine Department of Transportation:			
Formula Grants for Other Than Urbanized Areas		20.509	36,351
Total U.S. Department of Transportation			<u>48,146</u>
National Aeronautics & Space Administration:			
Passed-through:			
The Johns Hopkins University Applied Physics Laboratory:			
NASA Awards with No CFDA Number		43.000	6,174
Space Telescope Science Institute:			
NASA Awards with no CFDA Number		43.000	3,060
Maine Space Grant Consortium:			
NASA Awards with no CFDA Number		43.000	23,959
Museum of Science:			
NASA Awards with no CFDA Number		43.000	67,364
Total CFDA Number 43.000			<u>100,557</u>
Aerospace Educational Services Program		43.001	72,008
Passed-through:			
Maine Space Grant Consortium:			
Aerospace Educational Services Program		43.001	10,697
Total CFDA Number 43.001			<u>82,705</u>
Total National Aeronautics & Space Administration:			<u>183,262</u>
National Endowment for the Arts:			
Passed-through:			
Maine Arts Commission:			
Promotion of Arts: Grants to Organizations & Individuals		45.024	7,500
Total National Endowment for the Arts			<u>7,500</u>
National Endowment for the Humanities:			
Passed-through:			
Maine Humanities Council:			
Promotion of Humanities-Fed/St Partnership		45.129	(99)
Promotion of the Humanities-Division of Preservation and Access	PR-50011-07	45.149	85,555
Total Endowment for the Humanities			<u>85,456</u>
Institute of Museum and Library Services:			
Museums for America	MA-01-06-0292-06	45.301	48,796
National Leadership Grants	LG-06-05-0145-05	45.312	17,150
Total Institute of Museum and Library Services			<u>65,946</u>

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Federal grantor/pass-through grantor/program title	Pass-through number	Federal CFDA number	Federal expenditures
U.S. National Science Foundation:			
Passed-through:			
University of Massachusetts:			
National Science Foundation Awards with No CFDA Number		47.000	\$ (1,151)
Mathematical & Physical Sciences		47.049	2,685
Geosciences		47.050	3,730
Passed-through:			
Bigelow Lab for Ocean Science:			
Geosciences		47.050	31,680
Total CFDA Number 47.050			<u>35,410</u>
Comp/Information Science and Engineering		47.070	(1,816)
Passed-through:			
Univ. of Washington:			
Comp/Information Science and Engineering		47.070	15,211
Total CFDA Number 47.070			<u>13,395</u>
Education and Human Resources		47.076	1,148,869
Passed-through:			
Kennebec Valley Community College:			
Education and Human Resources		47.076	27,866
Maine Math & Science Alliance:			
Education and Human Resources		47.076	108,808
University of Massachusetts:			
Education and Human Resources		47.076	93,094
Total CFDA Number 47.076			<u>1,378,637</u>
Office of Cyberinfrastructure		47.080	98,400
Total National Science Foundation			<u>1,527,376</u>
U.S. Small Business Administration:			
Passed-through:			
Kennebec Valley Counc. of Gov:			
Small Business Administration Awards with No CFDA		59.000	1,680
Small Business Development Center		59.037	570,610
Total U.S. Small Business Administration			<u>572,290</u>
U.S. Department of Veteran Affairs:			
All-Volunteer Force Educational Assistance		64.124	224,340
Total Department of Veteran Affairs			<u>224,340</u>
U.S. Environmental Protection Agency:			
Passed-through:			
Maine Department of Health and Human Services:			
State Public Water System Supervision		66.432	(3,253)
Targeted Watershed Grants (B)		66.439	162,343
National Estuary Program		66.456	592,411
Passed-through:			
New England Interstate Water Pollution Control Commission:			
Environmental Protection Consolidated Grant		66.600	15,000
Surveys, Studies, Investig and Spec Purp		66.606	206,899
Protection of Children and Older Adults from Env Health Risks		66.609	73,313
Environmental Education Grants		66.951	30,562
Total Environmental Protection Agency:			<u>1,077,275</u>
U.S. Department of Energy:			
Passed-through:			
Maine Public Utilities Commission:			
State Energy Program Special Projects		81.119	47,529
Total U.S. Department of Energy			<u>47,529</u>
U.S. Department of Education:			
Passed-through:			
Maine Department of Education:			
Adult Education – State Grant Program	01305A629564/01305A633613	84.002	230,909
Vocational Education – Basic Grants to State	01305A515908	84.048	(14)
National Res. Center Fellow Program for Language		84.015	351,604
Funds for Improvements of Postsecondary Education		84.116	29,291
Passed-through:			
University of Illinois-Chicago:			
National Inst on Disability & Rehabilitation Research		84.133	34,746
Maine Department of Corrections:			
Juvenile Accountability Incentive Block Grants		84.155	7,992
Safe and Drug-Free Schools and Communities		84.184	76,412
Bilingual Education-Professional Development		84.195	304,404

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Federal grantor/pass-through grantor/program title	Pass-through number	Federal CFDA number	Federal expenditures
Passed-through:			
Maine Department of Education:			
Even Start State Education Agencies	01305A110213/01305A633613	84.213	\$ 7,632
Fund for the Improvement of Education		84.215	34,824
Passed-through:			
MSAD 6:			
Fund for the Improvement of Education		84.215	279,490
Total CFDA Number 84.215			<u>314,314</u>
Maine Department of Education:			
Assistive Technology	01305A632237	84.224	460,295
University of Mass-Boston:			
Rehabilitation Training Continuing Education		84.264	60,002
Maine Department of Education:			
Special Education-State Program Improvement Grants	01305A110313/01305A113911/ 01305A632914 H325K070120	84.323	432,020
Special Ed Personnel Prep – Children With Disabilities		84.325	145,701
Passed-through:			
Multiple School Districts:			
Comprehensive School Reform Demonstration		84.332	15,337
Early Awareness and Readiness – Undergrad Prog.	P334A990342	84.334	362,965
Transition to Teaching		84.350	142,545
Passed-through:			
Maine Department of Education:			
Reading First State Grants	01305A110013	84.357	62,467
Early Reading First		84.359	1,149,720
Passed-through:			
Glenwood Research:			
Early Reading First		84.359	499
Waldo County:			
Early Reading First		84.359	60,764
Total CFDA Number 84.359			<u>1,210,983</u>
Maine Department of Education:			
Mathematics & Science Partnerships	01305A114322	84.366	82,324
Maine Math & Science Alliance:			
Improving Teacher Quality State Grants		84.367	8,154
Maine Department of Education:			
Improving Teacher Quality State Grants	01305A113911/01305A714105	84.367	316,755
Total CFDA Number 84.367			<u>324,909</u>
Passed-through:			
University of California:			
National Writing Project		84.928	86,309
Total Department of Education			<u>4,743,147</u>
U.S. National Archives & Records Administration:			
Passed-through:			
State of Maine Dept of State:			
National Historical Publications and Records Grants		89.003	1,988
Total National Archives & Records Administration			<u>1,988</u>
U.S. Department of Health and Human Services:			
Passed-through:			
Maine Department of Health and Human Svcs:			
Department of Health and Human Services Awards With No CFDA Number		93.000	1,354,101
Ascellon Corporation:			
Department of Health and Human Services Awards With No CFDA Number		93.000	55,507
Total CFDA Number 93.000			<u>1,409,608</u>
Passed-through:			
Maine Department of Health and Human Services:			
State and Territorial and Technical Assistance Capacity Deve	CA-DC-07-341/CA-DC-08-353	93.006	8,697
Demonstration Grants-Alzheimer's Disease		93.051	77,133
Maternal & Child Health Cons Program		93.110	37,476
Tri-County Hlth Svc:			
Maternal & Child Health Cons Program		93.110	44,512
Total CFDA Number 93.110			<u>81,988</u>
Passed-through:			
Maine Department of Health and Human Services:			
Centers for Research and Demonstration for Health Promotion		93.135	29,422
Injury Prevention & Ctrl Rsrch & St & Community Based Prgrms		93.136	83,149
Allied Health Project Grants		93.191	(154)

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Federal grantor/pass-through grantor/program title	Pass-through number	Federal CFDA number	Federal expenditures
Passed-through:			
Federation of State Med Boards:			
Telehealth Network Grants		93.211	\$ 23,946
Peoples Regional Opportunity:			
Family Planning Services		93.217	1,243
Maine Department of Health and Human Services:			
Grants for Dental Public Health Residency Training		93.236	31,732
State Rural Hospital Flexibility Program		93.241	47,646
Mental Health Research Grants		93.242	296,495
Substance Abuse & Mental Hlth Svcs-Projects of Reg & National Significance		93.243	166,415
Immunization Grants		93.268	73,211
Mental Health National Research Service Awards for Research		93.282	9,695
Centers for Disease Control & Prev – Invest & Tech		93.283	752,154
Advanced Education Nursing Traineeships		93.358	55,702
Food Safety and Security Monitoring Project		93.448	1
Passed-through:			
Families and Children Together		93.551	584
Maine Department of Health and Human Services:			
Temporary Assistance for Needy Families		93.558	164,282
Community Services Block Grant		93.569	431
Passed-through:			
Nat'l Youth Sports Corp:			
Community Services Block Grant Discretionary Awards		93.570	(20,504)
Catholic Charities of Maine:			
Refugee and Entrant Assistance Discretionary Grants		93.576	9,423
Coastal Access Local Council:			
Early Learning Fund		93.577	47,134
University Centers for Excellence in Developmental Disabilities, Ed, Res, and Svc		93.632	485,576
Passed-through:			
Maine Department of Health and Human Services:			
Children's Justice Grants to States		93.643	90,848
Social Services Research & Demonstration		93.647	(587)
Child Welfare Services Training Grants		93.648	264,164
Passed-through:			
Colorado Department of Human Services:			
Foster Care – Title IV(E)		93.658	165,999
Maine Department of Health and Human Services:			
Foster Care – Title IV(E)		93.658	2,307,108
Total CFDA Number 93.658			<u>2,473,107</u>
Adoption Assistance		93.659	406,324
Colorado Department of Human Services:			
Social Services Block Grant		93.667	1,806,597
Maine Department of Health and Human Services:			
Social Services Block Grant		93.667	201,176
Total CFDA Number 93.667			<u>2,007,773</u>
Maine Department of Health and Human Services:			
Chafee Foster Care Independence Program		93.674	7,104
Human Services Research Institute:			
Centers for Medicare & Medicaid Svs (CMS) Research, Demonstrations, and Evaluations		93.779	44,325
Maine Department of Health and Human Services:			
Centers for Medicare & Medicaid Svs (CMS) Research, Demonstrations, and Evaluations		93.779	2,119,758
Rutgers Center for State Health:			
Centers for Medicare & Medicaid Svs (CMS) Research, Demonstrations, and Evaluations		93.779	169,564
Total CFDA Number 93.779			<u>2,333,647</u>
Healthcare and Other Facilities		93.887	14,335
Passed-through:			
Maine Department of Health and Human Services:			
National Bioterrorism Hospital Preparedness Program		93.889	5,988
Health Access Network:			
Rural Health Outreach & Rural Network Dev Program		93.912	47,231
Passed-through:			
Maine Department of Education:			
HIV/AIDS Surveillance		93.944	4,981
Maine Department of Health and Human Services:			
Block Grants for Prevention & Treatment of Substance Abuse		93.959	53,087
Preventive Health & Health Services Block Grant		93.991	21,562
Maternal & Child Health Services Block Grant	CA-DC-07-345	93.994	28,017
Total Department of Health and Human Services			<u>11,592,590</u>

UNIVERSITY OF MAINE SYSTEM
 Schedule of Expenditures of Federal Awards
 Year ended June 30, 2008

Federal grantor/pass-through grantor/program title	Pass-through number	Federal CFDA number	Federal expenditures
U.S. Corp. for National and Community Service: Retired and Senior Volunteer Program		94.002	\$ 104,813
Passed-through:			
Maine Campus Compact:			
Learn & Serve America-Higher Education		94.005	10,364
Maine State Planning Office:			
Americorps		94.006	16,410
Planning and Program Development Grants:		94.007	48,002
Maine State Planning Office:			
Planning and Program Development Grants		94.007	<u>724,625</u>
Total CFDA 94.007			<u>772,627</u>
Volunteers in Service to America		94.013	<u>31,824</u>
Total Corp. for National and Community Service			<u>936,038</u>
U.S. Department of Homeland Security:			
Passed-through:			
Maine Department of Defense:			
State Domestic Preparedness Equipment Support Program		97.004	1,193
Disaster Grants – Public Assistance (Presidentially Declared)		97.036	24,387
Passed-through:			
Maine Emergency Mgt Agency:			
Homeland Security Information Technology & Evaluation Program		97.066	3,941
Maine Department of Defense:			
Homeland Security Grant Program		97.067	<u>28,448</u>
Total Department of Homeland Security			<u>57,969</u>
Total Federal Expenditures			<u>\$ 235,514,726</u>

See accompanying notes to schedule of expenditures of federal awards.

UNIVERSITY OF MAINE SYSTEM

Notes to Schedule of Expenditures of Federal Awards

Year ended June 30, 2008

(1) **Basis of Presentation**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the University of Maine System (the System) and is presented on the accrual basis of accounting. The System is the subrecipient of federal funds, primarily from the State of Maine, which are separately identified and reported as expenditures and listed as federal pass-through funds on the schedule. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Certain federal grants and contracts have been over-expended in prior years and are reflected by negative expenditures in the accompanying schedule of expenditures of federal awards. All over-expenditures on federal grants and contracts are funded by the System and the negative amount represents the transfer of expenditures to the System to effectively close the grant or contract.

This report includes the seven campuses of the System and the administrative and management offices of the System (System-Wide Services). The seven campuses and their respective federal identification numbers are as follows:

University of Maine at Augusta (UMA)	1-01-600-0769-A3
University of Maine at Farmington (UMF)	1-01-600-0769-B1
University of Maine at Fort Kent (UMFK)	1-01-600-0769-A5
University of Maine at Machias (UMM)	1-01-600-0769-A9
University of Maine (UM)	1-01-600-0769-A2
University of Maine at Presque Isle (UMPI)	1-01-600-0769-A6
University of Southern Maine (USM)	1-01-600-0769-A8

(2) **Loans Outstanding**

The System had the following loan balances outstanding at June 30, 2008:

Cluster/program title	Federal CFDA number	Amount outstanding
Perkins Loan Program	84.038	\$ 35,838,428
Nursing Loan Program	93.364	1,681,974

Loan balances receivable under the Federal Family Education Loan Program and the William D. Ford Direct Loan Program are not available.

(3) **Subrecipient Expenditures**

Certain funds are passed through to sub-grantee organizations by the System. Expenditures incurred by the sub-grantees and reimbursed by the System are included in the schedule of expenditures of federal awards. It is not practicable to report the amounts of expenditures passed through to each sub-grantee for purposes of this report. In fiscal 2008, subrecipient expenditures totaled \$7,159,811.

UNIVERSITY OF MAINE SYSTEM

Notes to Schedule of Expenditures of Federal Awards

Year ended June 30, 2008

(4) Indirect Costs

The System has predetermined Facilities and Administrative (F&A) rates that are effective through June 30, 2008. The base rate for on-campus research was 48.5% in fiscal 2008, increasing to 49.0% in fiscal 2009 and 49.5% in fiscal 2011. The base rates for other F&A cost recoveries range from 16.7% to 52.8% for fiscal 2008 – 2011.

(5) Expenditures of Federal Awards Summarized by Agency

The following table summarizes the expenditures of federal awards by agency for the fiscal year ended June 30, 2008:

Agency	CFDA	Direct funding	Passed- through funding	Total
Department of Agriculture	10xxx	\$ 8,524,350	4,908,152	13,432,502
Department of Commerce	11xxx	2,111,624	1,758,835	3,870,459
Department of Defense	12xxx	6,445,185	552,968	6,998,153
Department of Housing & Urban Development	14xxx	125,879	3,197	129,076
Department of the Interior	15xxx	402,265	115,628	517,893
Department of Justice	16xxx	1,554,556	1,034,685	2,589,241
Department of Labor	17xxx	40,698	631,596	672,294
Department of State	19xxx	89,066	—	89,066
Department of Transportation	20xxx	394,372	418,950	813,322
Department of the Treasury	21xxx	—	2,645	2,645
National Aeronautics & Space Administration	43xxx	1,119,590	777,464	1,897,054
National Endowment for the Humanities	45xxx	151,502	7,401	158,903
National Science Foundation	47xxx	13,232,649	842,269	14,074,918
Small Business Administration	59xxx	570,610	1,680	572,290
Department of Veterans Affairs	64xxx	224,340	—	224,340
Environmental Protection Agency	66xxx	1,400,104	343,608	1,743,712
Department of Energy	81xxx	525,102	268,838	793,940
Department of Education	84xxx	157,749,113*	3,150,914	160,900,027
National Archives & Records Administration	89xxx	—	1,988	1,988
Department of Health & Human Services	93xxx	6,130,485**	18,524,652	24,655,137
Corporation for National & Community Service	94xxx	563,179	751,398	1,314,577
Department of Homeland Security	97xxx	29,607	33,582	63,189
Total federal assistance		\$ 201,384,276	34,130,450	235,514,726

* Includes \$149,784,980 for Student Financial Aid

** Includes \$349,231 for Student Financial Aid



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Exhibit III

**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***

The Board of Trustees
University of Maine System:

We have audited the financial statements of the business-type activities and aggregate discretely presented component units of the University of Maine System (the System), a component unit of the State of Maine, as of and for the year ended June 30, 2008, which collectively comprise the System's basic financial statements, and have issued our report thereon dated October 31, 2008. Our report was modified to include a reference to other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of the aggregate discretely presented component units were not audited in accordance with *Government Auditing Standards*.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the System's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the System's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the System's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the System's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the System's financial statements that is more than inconsequential will not be prevented or detected by the System's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the System's internal control.

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



Compliance and Other Matters

As part of obtaining reasonable assurance about whether the System'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*.

We noted certain matters that we reported to management of the System in a separate letter dated October 31, 2008.

This report is intended solely for the information and use of the Audit Committee, 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.

KPMG LLP

October 31, 2008

UNIVERSITY OF MAINE SYSTEM
 Schedule of Findings and Questioned Costs
 June 30, 2008

(1) Summary of Auditors' Results

Financial Statements

Type of auditors' report issued	Unqualified	
Internal control over financial reporting:		
• Material weakness(es) identified	_____ yes	___x___ no
• Significant deficiency(ies) identified that are not considered to be material weakness(es)?	_____ yes	___x___ 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 deficiency(ies) identified that are not considered to be material weakness(es)?	_____ yes	___x___ none reported
Type of auditors' report issued on compliance for major programs	Unqualified	
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	_____ yes	___x___ no

• Major programs:

Program name	CFDA number(s)
Food Stamp Cluster	10.561
Student Financial Aid Cluster	84.007, 84.032, 84.033, 84.038, 84.063, 84.268 and 93.364

• Dollar threshold used to distinguish between Type A and Type B programs, as those terms are defined in OMB Circular A-133	\$3,000,000
Auditee qualifies as a low risk auditee?	Yes

(2) Findings Relating to the Financial Statements Reported in Accordance with *Government Auditing Standards*

None.

(3) Findings and Questioned Costs Relating to Federal Awards

None.