

**UTAH STATE UNIVERSITY**  
**SUPPLEMENTAL REPORT**  
**IN COMPLIANCE WITH**  
**GOVERNMENT REPORTING STANDARDS**  
**AND**  
**OMB CIRCULAR A-133**

**June 30, 2005**

**HANSEN, BARNETT & MAXWELL**  
A Professional Corporation  
CERTIFIED PUBLIC ACCOUNTANTS

**UTAH STATE UNIVERSITY  
SUPPLEMENTAL REPORT  
IN COMPLIANCE WITH  
GOVERNMENT REPORTING STANDARDS  
AND OMB CIRCULAR A-133**

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## **INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Utah State University Board of Trustees,  
Audit Committee, and Stan L. Albrecht, President  
Logan, Utah

We have audited the basic financial statements of Utah State University (the University) as of and for the year ended June 30, 2005, and have issued our report thereon, dated December 1, 2005. We did not audit the financial statements of Utah State University Research Foundation (a component unit of the University), which represents 4% of total assets as of June 30, 2005 and 12% of total revenues for the year then ended. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Utah State University Research Foundation, is based solely on the report of the 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.

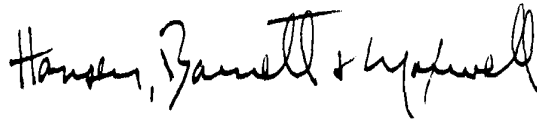
### **Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the University'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 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. However, we noted other matters involving the internal control over financial reporting that we have reported to management of the University in a separate letter dated December 1, 2005.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the University'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, the Audit Committee, management of the University, and the Utah State Auditor's Office and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Hansen, Barnett & Maxwell". The signature is written in a cursive, flowing style.

**HANSEN, BARNETT & MAXWELL**

December 1, 2005  
Salt Lake City, Utah

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## INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

To the Utah State University Board of Trustees,  
Audit Committee, and Stan L. Albrecht, President  
Logan, Utah

### Compliance

We have audited the compliance of Utah State University (the University) 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 the Research and Development clustered program for the year ended June 30, 2005. We did not audit compliance over the Student Financial Assistance clustered program, which was tested on a statewide basis by the Utah State Auditor's Office. We did not audit compliance over the research and development contracts of the Utah State University Research Foundation (a component unit of Utah State University). Those contracts were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Utah State University Research Foundation, is based solely on the report of such other auditors. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of management of the University. Our responsibility is to express an opinion on the compliance of the University 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'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 compliance of the University with those requirements.

In our opinion, the University complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2005. However, the results of our auditing procedures disclosed an instance of noncompliance in the Utah State University Research Foundation with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as item 05-01.

### **Internal Control Over Compliance**

The management of the University 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 internal control of the University over compliance with requirements that could have a direct and material effect on a major federal program, except as it related to the Utah State University Research Foundation which was audited by other auditors whose report has been furnished to us, in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the 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.

### **Schedule of Expenditures of Federal Awards**

We have audited the basic financial statements of Utah State University as of and for the year ended June 30, 2005, and have issued our report thereon dated December 1, 2005. We did not audit the financial statements of Utah State University Research Foundation (a component unit of the University), which represents 4% of total assets as of June 30, 2004 and 12% of total revenues for the year then ended. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Utah State University Research Foundation, is based solely on the report of the other auditors. Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, based on our audit and (as to the amounts included for the Utah State University Research Foundation) the report of other auditors, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Board of Trustees, the Audit Committee, management of the University, and the Utah State Auditor's Office and is not intended to be and should not be used by anyone other than these specified parties.



**HANSEN, BARNETT & MAXWELL**

December 1, 2005  
Salt Lake City, Utah

**UTAH STATE UNIVERSITY  
SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2005**

Federal Agency and Program	CFDA#	Expenditures	Total Expenditures	Grand Total
<b>Agency for International Development:</b>				
Agency for International Development (USAID)				
A. Research and Development				
1. Expended at Utah State University				
GDG-G-00-01-00005-00 (011359)		\$ 425,849		
2. Pass Through Funds				
Private Pass Through Funds:				
University of California, Davis		459,965		
B. Other				
1. Pass Through Funds				
Private Pass Through Funds:				
Association Liaison Office		44,771		
Development Alternatives Incorporated		68,911		
University of California, Davis		148,630		
Total Agency for International Development (USAID)		<u>148,630</u>		
<b>Total Agency for International Development</b>			<u>\$ 1,148,126</u>	<u>\$ 1,148,126</u>
<b>Department of Agriculture:</b>				
Agriculture Research Service (ARS)				
A. Research and Development				
1. Expended at Utah State University				
00-388417-12 (86107)		133,522		
58-5428-2-606 (021070)		167,374		
Agreement 58-3625-4-121		252,808		
814,145		814,145		
2. Pass Through Funds				
Private Pass Through Funds:				
University of California, Davis		8,312		
B. Other				
1. Pass Through Funds				
Colorado State University		800		
Total Agriculture Research Service (ARS)		<u>800</u>		
			1,376,961	
Animal and Plant Health Inspection Service (APHIS)				
A. Research and Development				
1. Expended at Utah State University				
05-7400-0470 (CA) (90427)		133,730		
04-7449-0515 (CA) (041637)		519,738		
05-7449-0042 (CA) (051228)		439,285		
156,403		156,403		
Subcontracted to:				
Idaho State University		27,984		
University of Wisconsin, Board of Regents		10,000		
2. Pass Through Funds				
State Pass Through Funds		26,573		
Total Animal and Plant Health Inspection Service (APHIS)		<u>26,573</u>		
			1,313,713	
CO-OP State Research Education and Extension Service (CREES)				
A. Research and Development				
1. Expended at Utah State University				
2001-52103-11215 (011310)		718,588		
2002-35107-12507 (024160)		654,060		
2003-38640-13140 (035135)		113,674		
2003-38640-13140 (035135)		306,989		
2004-38880-02134 (041485)		671,742		
2004-34552-14541 (041491)		463,293		
2004-34530-14407 (041495)		204,194		
2004-34526-14404 (041509)		1,209,214		
2004-34371-15210 (051181)		124,145		
Subcontracted to:				
California Farmlink		14,245		
Colorado State University		20,564		
Daines, Ron		34,298		
Gehring, Roger		3,550		
Grant, Ann		3,750		
Groves, David		3,498		
Hawaii Agriculture Research Center		15,308		
Intermountain Native Plant Growers Association		5,000		
Montana State University		254,612		
National Center for Appropriate Technology		4,683		
Oregon State University		53,972		
Organic Seed Alliance		53,919		
Pacific Shellfish Institute		44,845		

<u>Federal Agency and Program</u>	<u>CFDA#</u>	<u>Expenditures</u>	<u>Total Expenditures</u>	<u>Grand Total</u>
<b>Department of Agriculture (continued):</b>				
CO-OP State Research Education and Extension Service (CREES) (continued)				
PlacerGROWN		\$ 11,457		
Purdue University		688		
Rodriquez, Betty		3,750		
Swift Machine and Welding Ltd.		163		
Thao, Chukou		10,776		
United States Department of Agriculture (USDA) - Animal and Plant Health				
Inspection Service (APHIS)		63,761		
University of Arizona		110,263		
University of California, Davis		50,071		
University of Hawaii, Honolulu		46,742		
University of Hawaii, Manoa		58,568		
University of Idaho		102,945		
University of Wyoming		3,227		
Wangsgard, Mike		3,750		
Washington State University		134,694		
Wellsheim, Rich Von		2,672		
2. Pass Through Funds				
Private Pass Through Funds:				
Colorado State University		43,364		
Dee's Incorporated		28,318		
Idaho State University		2,470		
Michigan State University		53,475		
Ohio State University		14,107		
Oregon State University		33,942		
Purdue University		4,844		
University of Arizona		20,003		
University of California, Davis		7,707		
University of Nevada, Reno		171,424		
University of Wisconsin		13,933		
University of Wisconsin, Madison		38,510		
Washington State University		20,901		
B. Other				
1. Expended at Utah State University				
1999-COOP-1-8177 (994358)		2,978		
2002-48410-01540 (031022)		164,576		
2003-51150-01619 (0351480)		582,152		
2004-47001-1857 (041549)		250,584		
IPA Agreement for Rodney J. Brown (024252)		130,013		
207,083		207,083		
Subcontracted to:				
Amen, Ken		6,778		
Amos, Sherry		7,453		
Bank of Walnut Creek		11,700		
Bolster, Aaron		7,475		
Bony, Susan		2,500		
Bumoon, Louis		3,286		
Bunzel, Bridget Betta		2,750		
California Association of Resource		33,316		
California Farmlink		2,363		
California State University, Chico		12,164		
Calvo, Francisco S.		3,000		
Christensen, M. Kyle		1,691		
College of Micronesia		6,000		
Colorado State University		150,801		
Community Alliance with Family Farm		34,152		
Crosswhite, James		3,750		
Daines, Ron		18,190		
Deardorff, Jayne		5,191		
Elevitch, Craig		35,592		
Ethell, Ray		3,740		
Faasaualu, Ionataua		6,108		
Flores, Cesar		3,000		
Frey, Nick		6,500		
Goddard, James V.		21,600		
Grant, Ann		3,750		
Hackett, Jill		6,500		
Halberstadt, Carol		3,750		
Harter, Joe		3,142		
Hawaii Agriculture Research Center		11,793		
Hobbs, Dan		6,750		

<u>Federal Agency and Program</u>	<u>CFDA#</u>	<u>Expenditures</u>	<u>Total Expenditures</u>	<u>Grand Total</u>
<b>Department of Agriculture (continued):</b>				
CO-OP State Research Education and Extension Service (CREES) (continued)				
Homer, Mehrten		\$ 3,431		
Huerfano County Chamber of Commerce		467		
Huls, Dan		2,500		
Isidoro-Mills, Edith		1,050		
Lagier, John		6,500		
Leofili, Lusia		785		
LetterPress Software, Incorporated		100,044		
Livingston, Sharon		6,676		
Lozano, Robert		3,324		
Maller, Aviva		1,048		
Mendiola, Lino		2,985		
Montana State University		113,342		
National Center for Appropriate Technology (NCAT)		51,712		
Navajo Resource Conservation and Development		7,583		
New Mexico State University		3,519		
O'Conner, Kris		6,500		
Okada, Antoinette		3,375		
O'Neil, Aviva Maller		1,047		
Options for Independence		33,261		
Oregon State University		198,181		
Partnership for Food Safety Education (PFSE)		6,718		
Quan, Deanna		3,150		
Red Rock Center for Independence		18,967		
Reich, George		5,370		
Rocky Mountain Bird Observatory (RMBO)		17,632		
Royle, Alice		7,245		
Safe Food Institute (SFI)		33,399		
Sehmsdorf, Henning		7,470		
Shirakawa, Takumi		3,348		
Showa, Teresa		15,000		
Shuren, Richard A.		3,526		
Snider, Sandra		3,750		
Stout, Andrew		7,500		
Sukovaty, Louis		4,818		
Three Rivers Resource Conservation and Development Council, Incorporated		3,553		
University of Arizona		123,102		
University of California		1,500		
University of California, Berkeley		11,000		
University of California - Board of Regents		32,630		
University of California, Davis		96,170		
University of California, Oakland		4,602		
University of California, Riverside		28,064		
University of California, Santa Cruz		14,928		
University of Guam		43,844		
University of Hawaii, Manoa		31,564		
University of Idaho		315,968		
University of Nevada, Reno		6,959		
University of Wyoming		343,221		
Utah Grazinglands Network (UGN)		1,557		
VanLeeuwen, James		2,123		
Vasconcellos, Mary Ann		5,000		
Walton, Deborah		3,736		
Warshawer, Steve		5,250		
Washington State University		106,052		
Weber, Warren		6,750		
Wilson, Kyle		5,305		
Wusstig, Ernie		5,435		
2. Pass Through Funds				
Private Pass Through Funds:				
Auburn University		94,310		
Colorado State University		64,795		
Kansas Institutions of Higher Education		28,787		
National 4-H Cooperative Curriculum Systems, Incorporated		6,793		
Penn State University		10,849		
University of California, Davis		21,910		
University of Missouri, Columbia		1,866		
University of Tennessee		13,064		
University of Wyoming		3,055		

<u>Federal Agency and Program</u>	<u>CFDA#</u>	<u>Expenditures</u>	<u>Total Expenditures</u>	<u>Grand Total</u>
<b>Department of Agriculture (continued):</b>				
CO-OP State Research Education and Extension Service (CREES) (continued)				
Washington State University		\$ 3,381		
Total CO-OP State Research Education and Extension Service (CREES)			\$ 9,929,185	
Department of Agriculture				
A. Research and Development				
1. Expended at Utah State University		2,660		
2. Pass Through Funds				
Private Pass Through Funds:				
Dairy Management Incorporated		1,543		
University of California, Davis		43,966		
B. Other				
1. Expended at Utah State University		7,234		
Total Department of Agriculture			55,403	
Economic Research Service (ERS)				
A. Research and Development				
1. Expended at Utah State University		4,632		
B. Other				
1. Pass Through Funds				
State Pass Through Funds		105,969		
Total Economic Research Service (ERS)			110,601	
Extension Service				
A. Research and Development				
1. Expended at Utah State University		159,374		
F044000		451,804		
F045000		100,312		
F054000		1,021,496		
F055000		126,000		
F057000		204,582		
			2,063,568	
Food and Nutrition Service (FNS)				
A. Research and Development				
1. Pass Through Funds				
State Pass Through Funds		84,706		
Total Food and Nutrition Service (FNS)			84,706	
Forest Service (FS)				
A. Research and Development				
1. Expended at Utah State University		568,656		
04-CS-11021400-006 (041490)		121,508		
B. Other				
1. Expended at Utah State University		105,305		
Total Forest Service (FS)			795,469	
Natural Resources Conservation Service (NRCS)				
A. Research and Development				
1. Expended at Utah State University		65,641		
65-8D43-4-21 (041646)		378,289		
NRCS 68-3A75-3-153 (035222)		326,099		
NRCS 68-3A75-4-189 (041680)		256,169		
Subcontracted to:				
Mackay, Nolan R., Electrical Contractor		18,597		
Pack, Kevin		40,000		
Utah Foundation for Quality Resource Management		38,900		
Watts, Edward		72,000		
B. Other				
1. Expended at Utah State University		59,397		
Total Natural Resources Conservation Service (NRCS)			1,255,092	
Office of the Chief Economist				
A. Research and Development				
1. Expended at Utah State University		211		
Total Office of the Chief Economist			211	

Federal Agency and Program	CFDA#	Expenditures	Total Expenditures	Grand Total
<b>Department of Agriculture (continued):</b>				
Risk Management Agency (RMA)				
B. Other				
1. Expended at Utah State University		\$ 7,251		
04-IE-0833-0090 (041746)		<u>107,421</u>		
Total Risk Management Agency (RMA)			\$ 114,672	
Rural Development				
A. Research and Development				
1. Expended at Utah State University		<u>1,000</u>		
Total Rural Development			<u>1,000</u>	
Science and Education Administration				
A. Research and Development				
1. Expended at Utah State University		90,420		
F041000		242,828		
F041100		185,724		
F051000		750,047		
F051100		528,387		
F052000		<u>117,095</u>		
Total Science and Education Administration			1,914,501	
<b>Total Department of Agriculture</b>				<b><u><u>\$ 19,015,082</u></u></b>
<b>Department of Commerce:</b>				
Bureau of Industry and Security				
A. Research and Development				
1. Pass Through Funds				
Private Pass Through Funds:				
Sevier River Water Users Association		<u>10,895</u>		
Total Bureau of Industry and Security			10,895	
Economics and Statistics Administration				
A. Research and Development				
05-01-04089 (035359)		<u>146,286</u>		
Total Economics and Statistics Administration			146,286	
National Institute of Standards and Technology				
B. Other				
1. Pass Through Funds				
State Pass Through Funds		<u>69,274</u>		
Total National Institute of Standards and Technology			69,274	
National Oceanic and Atmospheric Administration (NOAA)				
A. Research and Development				
1. Pass Through Funds				
National Polar-Orbiting Operational Environmental Satellite System (NPOESS)		<u>419,467</u>		
Total National Oceanic and Atmospheric Administration (NOAA)			419,467	
National Telecommunications and Information Administration (NTIA)				
B. Other				
1. Expended at Utah State University				
Subcontracted to:		16,507		
Enco Systems, Incorporated		<u>43,713</u>		
Total National Telecommunications and Information Administration (NTIA)			60,220	
<b>Total Department of Commerce</b>				<b><u><u>\$ 706,142</u></u></b>
<b>Department of Defense:</b>				
Defense Advanced Research Projects Agency (DARPA)				
A. Research and Development				
B5F524616		<u>213,977</u>		
Total Defense Advanced Research Projects Agency (DARPA)			213,977	
Department of Defense				
A. Research and Development				
1. Expended at Utah State University				
2. Pass Through Funds		101,366		
State Pass Through Funds		(19,509)		
Private Pass Through Funds:				
Mission Research Corporation (MRC)		40,040		

Federal Agency and Program	CFDA#	Expenditures	Total Expenditures	Grand Total
<b>Department of Defense (continued):</b>				
Department of Defense (continued)				
B. Other				
1. Pass Through Funds				
State Pass Through Funds		\$ 16,778		
Total Department of Defense			\$ 138,675	
Missile Defense Agency				
A. Research and Development				
HQ0006-00-D-0006 D.O. 1		81,495		
HQ0006-00-D-0006 D.O. 3		(6,140)		
HQ0006-00-D-0006 D.O. 4		(97)		
HQ0006-00-D-0006 D.O. 5		1,177		
HQ0006-00-D-0006 D.O. 6		211,251		
HQ0006-00-D-0006 D.O. 7		18,945		
HQ0006-00-D-0006 D.O. 7N01		16,942		
HQ0006-00-D-0006 D.O. 7N02		81,922		
HQ0006-00-D-0006 D.O. 9		(986)		
HQ0006-00-D-0006 D.O. 12		(99,619)		
HQ0006-00-D-0006 D.O. 15		378,224		
HQ0006-00-D-0006 D.O. 16		768		
HQ0006-00-D-0006 D.O. 17		68,517		
HQ0006-00-D-0006 D.O. 18		9,916		
HQ0006-00-D-0006 D.O. 19		4,870,839		
HQ0006-00-D-0006 D.O. 20		1,855,077		
HQ0006-00-D-0006 D.O. 21		325,719		
HQ0006-00-D-0006 D.O. 22		114,358		
HQ0006-00-D-0006 D.O. 23		713,129		
HQ0006-00-D-0006 D.O. 26		20,000		
HQ0006-02-2-0001-0006		29,314		
HQ0006-05-D-0005-0001		97,632		
2. Pass Through Funds				
Private Pass Through Funds:				
Johns Hopkins University		1,968		
Total Missile Defense Agency			8,790,351	
National Geospatial-Intelligence Agency (NGA)				
A. Research and Development				
HM1582-05-1-2003		110,395		
Total National Geospatial-Intelligence Agency (NGA)			110,395	
National Reconnaissance Office (NRO)				
A. Research and Development				
NRO000-05-C-0065		99,792		
1. Pass Through Funds				
Private Pass Through Funds:				
Utah State University (04IOT006)		56,146		
Total National Reconnaissance Office(NRO)			155,938	
United States Air Force (USAF)				
A. Research and Development				
1. Expended at Utah State University				
Subcontracted to:				
F19628-03-C-0058		581,137		
F19628-98-C-0080		62,133		
FA2521-05-C-8000		244,270		
GS23F-0046P/AGMT 12/8/04		78,661		
GS-23F-0046P Credit Card		794		
Northwestern University		38,226		
2. Pass Through Funds				
State Pass Through Funds		781		
Private Pass Through Funds:				
AMTM-Defense University Research Instrumentation Program (DURIP)		177,136		
Applied Sciences, Incorporated (ASI)		170		
Ball Aerospace and Technologies Corporation		8,200		
CAI Technologies		5,556		
Craft Technology Group		151,949		
Earth Tech		49,019		
Eastman Kodak Company		4,650		
Hydrogeo Systems Group		8,476		

Federal Agency and Program	CFDA#	Expenditures	Total Expenditures	Grand Total
<b>Department of Defense (continued):</b>				
United States Air Force (continued)				
ITT Industries, Incorporated		\$ 16,920		
Lockheed Martin Aeronautics Company		51,837		
MDA Federal Incorporated		1,904,668		
Mission Research Corporation (MRC)		6,356		
North Wind, Incorporated		6,926		
Northrop Grumman Corporation		8,541		
Parsons Engineering Science, Incorporated		36,235		
Phillips Laboratory		912,773		
Schafer Corporation		21,829		
Science Application International Corporation (SAIC)		52,441		
Select Engineering Services		5,573		
Sverdrup Technology Incorporated		(475)		
Thiokol Corporation		186,747		
URS Corporation		6,030		
Utah State University (IOT005)		(37,029)		
Veridian Corporation		249		
B. Other				
1. Expended at Utah State University		18,639		
Total United States Air Force (USAF)		<u>18,639</u>	\$ 4,775,115	
United States Army				
A. Research and Development				
1. Expended at Utah State University		95,855		
W911S6-04-F-0101		48,144		
2. Pass Through Funds				
State Pass Through Funds		(5,979)		
Private Pass Through Funds:				
Mission Research Corporation (MRC)		74,743		
Owen Ayres and Association		51,076		
The Nature Conservancy		15,418		
Triton Systems, Incorporated		12,681		
University of Illinois		354,494		
B. Other				
1. Pass Through Funds				
State Pass Through Funds		27,500		
Total United States Army		<u>27,500</u>	673,932	
United States Navy				
A. Research and Development				
1. Expended at Utah State University		189,550		
GS04T05DBP020 / GS-23F-0046P		27,117		
N00014-04-1-0143 (041184)		191,635		
N00014-04-1-0342 (041420)		82,372		
N66001-00-1-8909		429		
N00173-02-D-2003 D.O.0002		52		
N00173-02-D-2003 D.O.0003		794,325		
N00173-02-D-2003 D.O.0004		20,868		
N00173-02-D-2003 D.O.0005		3,424,889		
N00173-02-D-2003 D.O.0006		931,741		
N00173-03-1-G014		104,404		
Subcontracted to:				
Northwestern University		6,442		
University of Colorado, Health Sciences Center		30,189		
University of Texas, Dallas		9,946		
University of Washington		5,406		
2. Pass Through Funds				
Private Pass Through Funds:				
China Lake - Naval Air Warfare Center Weapons Division (NAWCWD)		270,455		
Geotrans, Incorporated		73		
Lockheed Martin Aeronautics Company		2,234,316		
Raytheon Company		1,319,078		
Utah State University (04IOT011)		126,759		
Total United States Navy		<u>126,759</u>	9,770,046	
<b>Total Department of Defense</b>			<u>\$ 24,628,429</u>	

<u>Federal Agency and Program</u>	<u>CFDA#</u>	<u>Expenditures</u>	<u>Total Expenditures</u>	<u>Grand Total</u>
<b>Department of Education:</b>				
Adult Education State Grant Program	84.002			
B. Other				
1. Pass Through Funds				
State Pass Through Funds		\$ 1,302		
Total Adult Education State Grant Program			\$ 1,302	
Federal Supplemental Educational Opportunity Grants	84.007			
B. Other				
1. Expended at Utah State University		(41,216)		
P007A044218 (041390)		959,358		
Total Federal Supplemental Educational Opportunity Grants			918,142	
Special Education Grants to States	84.027			
A. Research and Development				
1. Expended at Utah State University		2,248		
2. Pass Through Funds				
State Pass Through Funds		19,010		
Private Pass Through Funds:				
State of New Mexico, Department of Education		7,575		
B. Other				
1. Expended at Utah State University		90,940		
2. Pass Through Funds				
State Pass Through Funds		535,309		
Private Pass Through Funds:				
State of New Mexico, Department of Education		279,179		
State of North Dakota, Department of Public Instruction		27,771		
Total Special Education Grants to States			962,032	
Federal Work-Study Program	84.033			
B. Other				
1. Expended at Utah State University		(52,122)		
P033A044218 (041388)		916,088		
Total Federal Work-Study Program			863,966	
Federal Perkins Loan Program	84.038			
B. Other				
1. Expended at Utah State University		28,989		
Total Federal Perkins Loan Program			28,989	
TRIO Student Support Services	84.042			
B. Other				
P042A020890 (011102)		271,356		
Total TRIO Student Support Services			271,356	
Vocational Education Basic Grants to States	84.048			
B. Other				
1. Expended at Utah State University		31,977		
Total Vocational Education Basic Grants to States			31,977	
Federal Pell Grant Program	84.063			
B. Other				
P063P20032351 (035005)		128,263		
P063P042351 (041391)		18,437,755		
Total Federal Pell Grant Program			18,566,018	
TRIO Educational Opportunity Centers	84.066			
B. Other				
1. Pass Through Funds				
Private Pass Through Funds:				
Utah Valley State College		11,014		
Total TRIO Educational Opportunity Centers			11,014	
State Student Initiative Grants	84.069			
A. Other				
1. Expended at Utah State University		314,463		
Total State Student Initiative Grants			314,463	

Federal Agency and Program	CFDA#	Expenditures	Total Expenditures	Grand Total
<b>Department of Education (continued):</b>				
Fund for the Improvement of Postsecondary Education	84.116			
B. Other				
1. Expended at Utah State University		\$ 65,482		
P116Z030143 (035100)		166,810		
2. Pass Through Funds				
Private Pass Through Funds:				
Association of American Colleges and Universities		7,589		
San Diego State University		9,825		
University of Georgia		14,779		
Total Fund for the Improvement of Postsecondary Education		<u>          </u>	\$ 264,485	
Rehabilitation Long-Term Training	84.129			
B. Other				
1. Expended at Utah State University		24,439		
H129B040005 (041165)		130,134		
H129W990013-03 (994208A)		353,633		
Total Rehabilitation Long-Term Training		<u>          </u>	508,206	
Centers for Independent Living	84.132			
B. Other				
1. Pass Through Funds				
Private Pass Through Funds:				
Baylor University		60,872		
Total Centers for Independent Living		<u>          </u>	60,872	
National Institute on Disability and Rehabilitation	84.133			
A. Research and Development				
1. Expended at Utah State University				
H133G030013-04 (031128)		177,882		
Total National Institute on Disability and Rehabilitation		<u>          </u>	177,882	
Special Education - Preschool Grants	84.173			
A. Research and Development				
1. Pass Through Funds				
State Pass Through Funds		144,491		
B. Other				
1. Pass Through Funds				
State Pass Through Funds		187,536		
Total Special Education Preschool Grants		<u>          </u>	332,027	
Special Education Grants for Infants and Families with Disabilities	84.181			
B. Other				
1. Pass Through Funds				
State Pass Through Funds		992,190		
Total Special Education Grants for Infants and Families with Disabilities		<u>          </u>	992,190	
Drug-Free Schools and Communities National Programs	84.184			
A. Research and Development				
1. Pass Through Funds				
State Pass Through Funds		65,873		
B. Other				
1. Pass Through Funds				
State Pass Through Funds		119,649		
Total Drug-Free Schools and Communities National Programs		<u>          </u>	185,522	
Graduate Assistance in Areas of National Need	84.200			
B. Other				
1. Expended at Utah State University		86,682		
Total Graduate Assistance in Areas of National Need		<u>          </u>	86,682	
State Grants for Assistive Technology	84.224			
B. Other				
1. Expended at Utah State University		3,494		
H224A890051-04 (904312A)		373,034		
Subcontracted to:				
Utah Assistive Technology Foundation		90,114		

<u>Federal Agency and Program</u>	<u>CFDA#</u>	<u>Expenditures</u>	<u>Total Expenditures</u>	<u>Grand Total</u>
<b>Department of Education (continued):</b>				
State Grants for Assistive Technology (continued)	84.224			
2. Pass Through Funds				
Private Pass Through Funds:				
Baylor University		\$ 51,452		
Total State Grants for Assistive Technology			\$ 518,094	
Special Education - State Personnel Development	84.323			
B. Other				
1. Pass Through Funds				
State Pass Through Funds		17,067		
Total Special Education - State Personnel Development			17,067	
Research in Special Education	84.324			
A. Research and Development				
1. Expended at Utah State University		30,841		
2. Pass Through Funds				
Private Pass Through Funds:				
University of Connecticut Health Center		1,610		
Total Research in Special Education			32,451	
Special Education-Personnel Preparation to Improve Services and Results for Children with Disabilities	84.325			
A. Research and Development				
1. Expended at Utah State University		59,514		
H325N020064 (021158)		180,121		
B. Other				
1. Expended at Utah State University		58,769		
H325N020070 (021157)		134,916		
H325N020079 (021160)		130,309		
2. Pass Through Funds				
State Pass Through Funds		51,883		
Total Special Education-Personnel Preparation to Improve Services and Results for Children with Disabilities			615,512	
Special Education-Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities	84.326			
A. Research and Development				
1. Pass Through Funds				
State Pass Through Funds		25,406		
Private Pass Through Funds:				
University of Oregon		51,883		
B. Other				
1. Expended at Utah State University		(5,622)		
H326R040006 (041579)		1,260,697		
H326X040039 (051073)		221,739		
Subcontracted to:				
Utah Department of Health		115,192		
Total Special Education-Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities			1,669,295	
Special Education-Technology and Media Services for Individuals with Disabilities	84.327			
A. Research and Development				
1. Expended at Utah State University				
H327A030030 (031189)		186,613		
Subcontracted to:				
Utah Department of Health		11,328		
2. Pass Through Funds				
Private Pass Through Funds:				
East Tennessee State University		25,932		
B. Other				
1. Expended at Utah State University		95,781		
2. Pass Through Funds				
State Pass Through Funds		3,209		
Total Special Education-Technology and Media Services for Individuals with Disabilities			322,863	

<u>Federal Agency and Program</u>	<u>CFDA#</u>	<u>Expenditures</u>	<u>Total Expenditures</u>	<u>Grand Total</u>
<b>Department of Education (continued):</b>				
Demonstration Projects to Ensure Students with Disabilities Receive a Higher Education	84.333			
A. Research and Development				
1. Expended at Utah State University				
P333A020016 (031033)		\$ 257,177		
Total Demonstration Projects to Ensure Students with Disabilities Receive a Higher Education			\$ 257,177	
Child Care Access Means Parents in School	84.335			
B. Other				
1. Expended at Utah State University		88,855		
Total Child Care Access Means Parents in School			88,855	
Teacher Quality Enhancement Grants	84.336			
B. Other				
1. Pass Through Funds				
State Pass Through Funds		44,214		
Total Teacher Quality Enhancement Grants			44,214	
Learning Anytime Anywhere Partnerships	84.339			
B. Other				
1. Expended at Utah State University		6,798		
2. Pass Through Funds				
State Pass Through Funds		135,175		
Total Learning Anytime Anywhere Partnerships			141,973	
Transition to Teaching	84.350			
A. Research and Development				
1. Pass Through Funds				
Private Pass Through Funds:				
State of Arizona, Department of Education		3,229		
Total Transition to Teaching			3,229	
Mathematics and Science Partnerships	84.366			
B. Other				
1. Pass Through Funds				
State Pass Through Funds		321,117		
Total Mathematics and Science Partnerships			321,117	
Improving Teacher Quality State Grants	84.367			
B. Other				
1. Pass Through Funds				
State Pass Through Funds		22,800		
Total Improving Teacher Quality State Grants			22,800	
<b>Total Department of Education</b>			<b>28,631,772</b>	

Federal Agency and Program	CFDA#	Expenditures	Total Expenditures	Grand Total
<b>Department of Energy:</b>				
Department of Energy				
A. Research and Development				
1. Expended at Utah State University		\$ 150,075		
2. Pass Through Funds				
State Pass Through Funds		37,676		
Private Pass Through Funds:				
Battelle Energy Alliance, LLC.		23,592		
Inland Northwest Research Alliance Incorporated		88,938		
Sandia Laboratories		56,862		
University of Nevada, Reno		33,863		
B. Other				
1. Pass Through Funds				
State Pass Through Funds		(1,243)		
Private Pass Through Funds:		212,193		
Total Department of Energy		<u>601,956</u>	\$ 601,956	
Pacific Northwest National Laboratory				
A. Research and Development				
1. Expended at Utah State University		48,538		
Total Pacific Northwest National Laboratory		<u>48,538</u>	48,538	
<b>Total Department of Energy</b>				<b><u>\$ 650,494</u></b>
<b>Department of Health and Human Services:</b>				
Administration for Children and Families (ACF)				
A. Research and Development				
1. Pass Through Funds				
State Pass Through Funds		13,320		
B. Other				
1. Expended at Utah State University		108,652		
Subcontracted to:				
The Family Information and Resource Center		64,958		
Total Administration for Children and Families (ACF)		<u>186,930</u>	186,930	
Administration on Children, Youth and Families				
A. Research and Development				
1. Expended at Utah State University		188,903		
90YF003-01 (011214)		110,575		
CMK0E040008 (041538)		165,734		
2. Pass Through Funds				
State Pass Through Funds		5,553		
B. Other				
1. Expended at Utah State University		43		
2. Pass Through Funds				
State Pass Through Funds		434,778		
Private Pass Through Funds:				
Baylor University		13,146		
Bear River Association of Governments (BRAG)		4,500		
Total Administration on Children, Youth and Families		<u>923,232</u>	923,232	
Administration on Developmental Disabilities				
A. Research and Development				
1. Expended at Utah State University		21,947		
Subcontracted to:				
Box Elder County School District		3,377		
Lincoln Center Boys and Girls Club		2,250		
B. Other				
1. Expended at Utah State University		55,163		
90DN0207/01 (051090)		147,311		
90DD0559 (021212)		427,260		
Subcontracted to:				
The ARC of Utah		9,181		
Total Administration on Developmental Disabilities		<u>666,489</u>	666,489	
Administrative Operations				
B. Other				
1. Expended at Utah State University				
233-02-0017 (021184)		136,410		
Subcontracted to:				
Northern Arizona University		229,320		
University of New Mexico - Press		294,348		

Federal Agency and Program	CFDA#	Expenditures	Total Expenditures	Grand Total
<b>Department of Health and Human Services (continued):</b>				
Centers for Medicare and Medicaid				
A. Research and Development				
1. Pass Through Funds				
State Pass Through Funds		\$ 30,559		
B. Other				
1. Pass Through Funds				
State Pass Through Funds		4,782		
Total Centers for Medicare and Medicaid			\$ 35,341	
Health Resources and Services Administration				
A. Research and Development				
1. Expended at Utah State University				
041769 (041377)		(145)		
		126,556		
2. Pass Through Funds				
State Pass Through Funds		6,032		
B. Other				
1. Pass Through Funds				
State Pass Through Funds		217,922		
Private Pass Through Funds:				
Indiana University		18,471		
University of Arizona		6,547		
Total Health Resources and Services Administration			375,383	
Indian Health Services				
B. Other				
1. Expended at Utah State University				
Total Indian Health Services		(25)		(25)
Institute of Allergy and Infectious Diseases				
A. Research and Development				
1. Expended at Utah State University				
NO1-AI-05404 (994265)		177,404		
NO1-AI-15435 (014029)		2,168,559		
NO1-AI-30048 (041109)		788,939		
Subcontracted to:				
Penn State University		246,750		
University Of Rochester		125,383		
2. Pass Through Funds				
Private Pass Through Funds:				
Synvax Company		17,348		
Total Institute of Allergy and Infectious Diseases			3,524,383	
Institute of Child Health and Human Development				
A. Research and Development				
1. Expended at Utah State University				
1 RO1 HD39061-01 (002005)		69,711		
2 RO1 GM051805 (041455)		556,314		
2 RO1 GM059087 (035284)		115,643		
5 RO1 GM059087 (035284)		143,010		
5 RO1 AI053138 (035274)		164,347		
5 RO1 DC002507-07 (034002)		277,729		
5 RO1 DK59611-02 (011060A)		177,605		
5 RO1 NS029204 (024391A)		197,837		
HD39501-02 (001129A)		433,763		
Subcontracted to:				
University of Alabama		105,061		
University of Minnesota		250,036		
University of South Dakota		5,054		
University of Virginia		84,586		
Utah Department of Health		88,204		
Virginia Polytech Institute		19,637		
B. Other				
1. Expended at Utah State University				
Total Institute of Child Health and Human Development		(2,799)		2,685,738
Institute of General Medical Sciences				
A. Research and Development				
1. Expended at Utah State University				
5 RO1 GM47297-10 (974077E)		276,491		
Total Institute of General Medical Sciences			276,491	

<u>Federal Agency and Program</u>	<u>CFDA#</u>	<u>Expenditures</u>	<u>Total Expenditures</u>	<u>Grand Total</u>
<b>Department of Health and Human Services (continued):</b>				
Institute of Mental Health				
A. Research and Development				
1. Expended at Utah State University				
1 KO1 MH066297-01A1 (031008)		\$ 9,765		
Total Institute of Mental Health		110,976	\$ 120,741	
Institute of Neurological Disorders and Strokes				
A. Research and Development				
1. Expended at Utah State University				
Total Institute of Neurological Disorders and Strokes		51,366	51,366	
Institute on Aging				
A. Research and Development				
1. Expended at Utah State University				
1 RO1 AG18712-01 (002008)		152,784		
1 RO1 AG21136-01 (024127)		386,275		
Subcontracted to:				
Johns Hopkins University		112,888		
University of Utah		20,303		
Total Institute on Aging		<u>672,250</u>	672,250	
Institute on Alcohol Abuse and Alcoholism				
A. Research and Development				
1. Expended at Utah State University				
7 R21 AA013576-02 (035168)		139,537		
Total Institute on Alcohol Abuse and Alcoholism		<u>139,537</u>	139,537	
Institute on Deafness and Other Communication Disorders				
A. Research and Development				
1. Expended at Utah State University				
1 RO1 DC006237 (031096)		359,232		
2 RO1 DC000341-18 (051004)		187,135		
7 RO1 DC00633-15 (021096)		169,019		
Subcontracted to:				
Cress, LLC.		86,427		
Total Institute on Deafness and Other Communication Disorders		<u>801,813</u>	801,813	
Maternal and Child Health Bureau				
A. Research and Development				
1. Expended at Utah State University				
5U42MC00241-03-00 (034205)		(167)		
H29MC00003-04 (011204)		161,990		
		148,306		
Subcontracted to:				
Arizona Department of Health Services		18,000		
Boston University, Board of Trustees		15,000		
Bureau for Children with Medical Handicaps		18,000		
Family Ties of Nevada		16,817		
Family Voices		9,000		
Health Research, Incorporated		8,250		
Kaiser Center for Health		86,894		
Kentucky Commission for Children with Special Health Care Needs		8,250		
McManus Health Policy, Incorporated		20,000		
Maine Support Network		27,000		
New Hampshire Coalition for Citizens with Disabilities		480		
Oregon Health and Science University		438,284		
Puerto Rico Department of Health		18,000		
South Carolina Department of Health and Environmental Control		16,970		
Southeastern Michigan Health Association		8,250		
State of Kansas		43,463		
Support to Families		16,500		
Third Sector New England		8,250		
University of Colorado		7,470		
University of Colorado, Health Services Center		28,530		
University of Wisconsin, Board of Regents		17,230		
University of Wyoming		8,823		
University of Wyoming, Risk Management Agency 2004 Conference		17,645		
Virginia Department of Health		8,250		
Washington State University		36,000		

Federal Agency and Program	CFDA#	Expenditures	Total Expenditures	Grand Total
<b>Department of Health and Human Services (continued):</b>				
Maternal and Child Health Bureau (continued)				
2. Pass Through Funds				
State Pass Through Funds				
		\$ 30,995		
B. Other				
1. Expended at Utah State University				
	1T02MC000T3-01 (021155)	187,188		
	1U52MC04391-01-00 (051322)	100,022		
	3H61MC00006-04-01 (001201A)	465,187		
Subcontracted to:				
	Puget Sound Educational Service Distict (PSES D)	6,889		
	Total Maternal and Child Health Bureau		\$ 2,001,766	
National Center for Injury Prevention and Control				
A. Research and Development				
1. Expended at Utah State University				
	1 RO1 CE000498-01 (041530)	110,307		
	Total National Center for Injury Prevention and Control		110,307	
National Institutes of Health (NIH)				
A. Research and Development				
1. Expended at Utah State University				
		8,893		
2. Pass Through Funds				
State Pass Through Funds				
		320,934		
Private Pass Through Funds:				
	Duke University	1,111,494		
	University of New Hampshire	40,138		
	University of Tennessee	74,837		
B. Other				
1. Pass Through Funds				
	State Pass Through Funds	30,234		
	Total National Institutes of Health (NIH)		1,586,530	
Substance Abuse and Mental Health				
B. Other				
1. Pass Through Funds				
	State Pass Through Funds	14,174		
	Total Substance Abuse and Mental Health		14,174	
	<b>Total Department of Health and Human Services</b>			<b>\$ 15,036,067</b>
<b>Department of Homeland Security:</b>				
Federal Emergency Management Agency				
B. Other				
1. Expended at Utah State University				
	Total Federal Emergency Management Agency	764		
	<b>Total Department of Homeland Security</b>			<b>\$ 764</b>
<b>Department of Housing and Urban Development:</b>				
Department of Housing and Urban Development				
B. Other				
1. Expended at Utah State University				
	Total Department of Housing and Urban Development	75,353		
	<b>Total Department of Housing and Urban Development</b>			<b>\$ 75,353</b>
<b>Department of Interior:</b>				
Bureau of Indian Affairs (BIA)				
A. Research and Development				
1. Expended at Utah State University				
	CMKOE040002 (041101)	81,943		
		409,363		
Subcontracted to:				
	Johnson County	1,144		
	University of Arizona	345		
B. Other				
1. Expended at Utah State University				
	CMKOE020147/0001 (024387)	119,076		
	Total Bureau of Indian Affairs (BIA)	404,541		
			1,016,412	

Federal Agency and Program	CFDA#	Expenditures	Total Expenditures	Grand Total
<b>Department of Interior (continued):</b>				
Bureau of Land Management (BLM)				
A. Research and Development				
1. Expended at Utah State University		\$ 586,399		
2. Pass Through Funds				
Private Pass Through Funds:				
National Fish and Wildlife Foundation		28,163		
B. Other				
1. Expended at Utah State University		53,337		
JSA-025007 (031021)		178,258		
Total Bureau of Land Management (BLM)		<u>178,258</u>	\$ 846,157	
Bureau of Reclamation (BOR)				
A. Research and Development				
1. Expended at Utah State University		172,788		
Subcontracted to:				
BridgerTech, Incorporated		4,000		
2. Pass Through Funds				
Private Pass Through Funds:				
Wyoming Game and Fish Department		37,186		
B. Other				
1. Expended at Utah State University		2,673		
H324R020086 (021121)		189,005		
Total Bureau of Reclamation (BOR)		<u>189,005</u>	405,652	
National Park Service (NPS)				
A. Research and Development				
1. Expended at Utah State University		215,703		
CA-1200-99-007 (041675)		102,873		
B. Other				
1. Expended at Utah State University		177,860		
Total National Park Service (NPS)		<u>177,860</u>	496,436	
United States Fish and Wildlife Service (USFWS)				
A. Research and Development				
1. Expended at Utah State University		87,075		
B. Other				
1. Pass Through Funds				
Private Pass Through Funds:				
Ducks Unlimited, Incorporated		2,559		
Total United States Fish and Wildlife Service (USFWS)		<u>2,559</u>	89,634	
United States Geological Survey (USGS)				
A. Research and Development				
1. Expended at Utah State University		417,404		
01HQGR0103 (014117)		105,087		
01HQUR1555W.O. 51 (041010)		119,711		
01WRAG0059 (021010)		140,660		
997-RU-01555W.O. 49 (021248)		125,914		
Subcontracted to:				
University of Western Ontario		3,504		
2. Pass Through Funds				
Private Pass Through Funds:				
International Association of Fish and Wildlife Agencies		22,900		
University of Arizona		11,455		
University of Southern California		13,230		
Various Sources		3,840		
B. Other				
1. Expended at Utah State University		1,953		
Total United States Geological Survey (USGS)		<u>1,953</u>	965,658	
<b>Total Department of Interior</b>			<u>\$ 3,819,949</u>	
<b>Department of Justice:</b>				
Department of Justice				
B. Other				
1. Expended at Utah State University		80,499		
2003-JG-FX1030 (0212020)		101,471		
Total Department of Justice		<u>101,471</u>	181,970	

<u>Federal Agency and Program</u>	<u>CFDA#</u>	<u>Expenditures</u>	<u>Total Expenditures</u>	<u>Grand Total</u>
<b>Department of Justice (continued):</b>				
Environment and Natural Resources Division				
A. Research and Development				
1. Expended at Utah State University		\$ (4,272)		
Total Environment and Natural Resources Division			\$ (4,272)	
Federal Bureau of Investigation (FBI)				
A. Research and Development				
Subcontract May 10, 2005		12,506		
Total Federal Bureau of Investigation (FBI)			12,506	
Office of Juvenile Justice and Delinquency Prevention				
B. Other				
1. Expended at Utah State University				
2000-JG-FX-K001 (0041810)		190,836		
Total Office of Juvenile Justice and Delinquency Prevention			190,836	
<b>Total Department of Justice</b>				<b>\$ 381,040</b>
<b>Department of Labor:</b>				
Department of Labor				
B. Other				
1. Pass Through Funds				
State Pass Through Funds		53,183		
Total Department of Labor			53,183	
Employment and Training Administration				
B. Other				
1. Pass Through Funds				
State Pass Through Funds		124,781		
Total Employment and Training Administration			124,781	
<b>Total Department of Labor</b>				<b>\$ 177,964</b>
<b>Department of State:</b>				
Bureau of Educational and Cultural Affairs				
A. Research and Development				
1. Expended at Utah State University		33,234		
Total Bureau of Educational and Cultural Affairs			33,234	
<b>Total Department of State</b>				<b>\$ 33,234</b>
<b>Department of Transportation:</b>				
Department of Transportation				
A. Research and Development				
1. Expended at Utah State University		11,800		
2. Pass Through Funds				
Private Pass Through Funds:				
University of Idaho		14,357		
B. Other				
1. Pass Through Funds				
State Pass Through Funds		88,865		
Total Department of Transportation			115,022	
Federal Aviation Administration				
A. Research and Development				
1. Pass Through Funds				
Private Pass Through Funds:				
Midwest Research Institute		3,194		
Total Federal Aviation Administration			3,194	
Federal Highway Administration				
A. Research and Development				
1. Expended at Utah State University		2,477		
X68040015 (041597)		293,000		
2. Pass Through Funds				
State Pass Through Funds		58,950		
Private Pass Through Funds:				
Multimedia Data Services Corporation		135,998		

<u>Federal Agency and Program</u>	<u>CFDA#</u>	<u>Expenditures</u>	<u>Total Expenditures</u>	<u>Grand Total</u>
<b>Department of Transportation (continued):</b>				
Federal Highway Administration (continued)				
B. Other				
1. Expended at Utah State University		\$ 4,759		
2. Pass Through Funds				
State Pass Through Funds		<u>216,825</u>		
Total Federal Highway Administration			\$ 712,009	
National Highway Traffic Safety Administration				
B. Other				
1. Pass Through Funds				
State Pass Through Funds		<u>5,050</u>		
Total National Highway Traffic Safety Administration			<u>5,050</u>	
<b>Total Department of Transportation</b>				<b><u>\$ 835,275</u></b>
<b>Institute of Museum and Library Services:</b>				
Institute of Museum and Library Services:				
B. Other				
1. Expended at Utah State University		<u>1,340</u>		
Total Institute of Museum and Library Services			<u>1,340</u>	
<b>Total Institute of Museum and Library Services</b>				<b><u>\$ 1,340</u></b>
<b>National Aeronautics and Space Administration:</b>				
Ames Research Center				
B. Other				
1. Expended at Utah State University		1,306		
2. Pass Through Funds				
State Pass Through Funds		<u>16,675</u>		
Total Ames Research Center			17,981	
Dryden Flight Research Center				
A. Research and Development				
1. Expended at Utah State University		<u>6,664</u>		
Total Dryden Flight Research Center			6,664	
Goddard Institute for Space Studies				
A. Research and Development				
1. Expended at Utah State University		<u>25,077</u>		
Total Goddard Institute for Space Studies			25,077	
Goddard Space Flight Center				
A. Research and Development				
1. Expended at Utah State University		520,495		
NAG 5-11880 (014217)		289,299		
Subcontracted to:				
University of Colorado		5,727		
2. Pass Through Funds				
State Pass Through Funds		58,145		
Private Pass Through Funds:				
Hampton University		8,509		
SETI Institute		22,975		
B. Other				
1. Pass Through Funds				
State Pass Through Funds		<u>143,723</u>		
Total Goddard Space Flight Center			1,048,873	
Johnson Space Center				
A. Research and Development				
1. Expended at Utah State University		22,913		
NAG 9-1397 (014218)		<u>159,822</u>		
Total Johnson Space Center			182,735	
Kennedy Space Center				
A. Research and Development				
1. Expended at Utah State University		<u>72,129</u>		
Total Kennedy Space Center			72,129	

Federal Agency and Program	CFDA#	Expenditures	Total Expenditures	Grand Total
<b>National Aeronautics and Space Administration</b> (continued):				
Marshall Space Flight Center				
A. Research and Development				
1. Expended at Utah State University				
		\$ 63,925		
Total Marshall Space Flight Center				
			\$ 63,925	
National Aeronautics and Space Administration				
A. Research and Development				
GS-23F-0046P				
		294,768		
GS-23F-0046P/FA-8818-04-F-0011				
		44,732		
NAG 1-03005				
		12		
NAG 5-5189				
		18,590		
NAG 5-5258				
		(5,389)		
NAG 5-5374				
		45,881		
NAG 9-1284				
		319,700		
NAS 1-00071				
		7,638,757		
NAS 1-02053				
		457,275		
NAS 7-03001				
		10,054,011		
NAS 9-02002				
		4		
NCC 2-5514				
		10,193		
NCC 13-00005				
		88,927		
NNG 04WC23G				
		109,933		
NNG 05GA62G				
		64,566		
NNJ 04HG03G				
		86,766		
1. Pass Through Funds				
State Pass Through Funds				
		45,806		
Private Pass Through Funds:				
Aeronomy of Ice in the Mesosphere (AIM)-Solar Occultation for Ice Experiment (SOFIE)				
		7,471,802		
Aerospace Corporation				
		54,037		
BAE Systems, Incorporated				
		320,530		
Ball Aerospace and Technologies Corporation				
		16,243		
Hamilton Sundstrand Corporation				
		267,974		
Hampton University				
		13,606		
Jet Propulsion Laboratory (JPL)				
		17,880		
Lockheed Martin Aeronautics Company				
		733,326		
NorthWest Research Associates, Incorporated				
		4,653		
University of Connecticut				
		32,066		
Utah State University (03-IOT-006)				
		1,521		
Total National Aeronautics and Space Administration				
			28,208,170	
National Geospatial-Intelligence Agency (NGA)				
Stennis Space Center				
A. Research and Development				
1. Expended at Utah State University				
		154,274		
NCC 13-02001 (011317)				
		136,226		
NAG 13-02058 (021179)				
		378,948		
NAG 13-03025 (041088)				
Total Stennis Space Center				
			669,448	
<b>Total National Aeronautics and Space Administration</b>				
			<b>\$ 30,295,002</b>	
<b>National Endowment for Arts (NEA):</b>				
National Endowment for Arts (NEA)				
B. Other				
1. Expended at Utah State University				
		34,999		
2. Pass Through Funds				
State Pass Through Funds				
		4,359		
Total National Endowment for Arts (NEA)				
			39,358	
<b>Total National Endowment for Arts (NEA)</b>				
			<b>\$ 39,358</b>	
<b>National Science Foundation:</b>				
Directorate for Biological Sciences				
A. Research and Development				
1. Expended at Utah State University				
		(2,422)		
Subcontracted to:				
Swiss Federal Research				
		16,453		
B. Other				
1. Pass Through Funds				
Private Pass Through Funds:				
Colorado State University				
		80,081		
Indiana University				
		18,770		

<u>Federal Agency and Program</u>	<u>CFDA#</u>	<u>Expenditures</u>	<u>Total Expenditures</u>	<u>Grand Total</u>
<b>National Science Foundation (continued):</b>				
Directorate for Biological Sciences (continued)				
University of Puerto Rico		\$ 27,820		
Total Directorate for Biological Sciences			\$ 140,702	
Directorate for Computer/Information Science/Engineering				
A. Research and Development				
1. Expended at Utah State University		156,052		
Subcontracted to:				
University of Wyoming		65,512		
Total Directorate for Computer/Information Science/Engineering			221,564	
Directorate for Education and Human Resources				
A. Research and Development				
1. Expended at Utah State University		54,505		
DUE-033388 (041087)		158,601		
ESI-0426421 (041447)		505,337		
HER-0233382 (031058)		434,178		
Subcontracted to:				
Brigham Young University		13,761		
California State University, Los Angeles		5,564		
Engle, Molly		261		
Hilton		20,000		
Illinois State University		62,965		
Lawrenz, Frances		5,614		
Moulding, Louise R.		1,947		
North Carolina A&T State University		26,239		
Suarez, Tanya		5,370		
Torres, Rosalie		13,484		
University Of Georgia		52,164		
University of Illinois		6,185		
University of Illinois, Urbana-Champaign		26,627		
University of Minnesota		52,000		
University of Wisconsin, Stout		67,308		
Weiss, Iris		1,824		
Westat, Incorporated		6,100		
WestEd		66,524		
B. Other				
1. Expended at Utah State University				
DUE-0207173 (024178)		112,712		
Total Directorate for Education and Human Resources			1,699,270	
Directorate for Engineering				
A. Research and Development				
1. Expended at Utah State University		116,474		
Subcontracted to:				
University of Utah		32,805		
B. Other				
1. Expended at Utah State University		59,727		
Total Directorate for Engineering			209,006	
Directorate for Geosciences				
A. Research and Development				
1. Expended at Utah State University		50,686		
Total Directorate for Geosciences			50,686	
Directorate for Mathematical and Physical Sciences				
A. Research and Development				
1. Expended at Utah State University		(1,878)		
Total Directorate for Mathematical and Physical Sciences			(1,878)	
Directorate for Social, Behavioral, Economic Sciences				
A. Research and Development				
1. Expended at Utah State University		14,693		
Subcontracted to:				
Pacific Lutheran University		18,844		
Total Directorate for Social, Behavioral, Economic Sciences			33,537	

Federal Agency and Program	CFDA#	Expenditures	Total Expenditures	Grand Total
<b>National Science Foundation (continued):</b>				
National Science Foundation				
A. Research and Development				
1. Expended at Utah State University				
		\$ 1,478,145		
	ATM-0000171 (004086)	154,486		
	ATM-0000959	13,416		
	ATM-0003218	2		
	ATM-0218206	996		
	CCF-0404208 (041167)	103,117		
	CHE-00984066 (011037)	125,641		
	CHE-0240810 (035059)	101,162		
	DEB-0212487 (024215)	103,295		
	ESI-0352570 (041034)	304,287		
	GEO-0222701 (024277)	123,088		
	IBN-0346539 (034179)	102,260		
	IBN-0416600 (041330)	120,370		
	IIS-0346880 (035369)	100,312		
	REC-0133246 (021024)	173,512		
	SBE-0244922 (0340800)	393,363		
Subcontracted to:				
	Applicant Software	7,000		
	Arizona State University	24,927		
	Education Development Center, Incorporated	34,270		
	United States Department of Agriculture - Forest Service	645		
	University of Alaska, Fairbanks	20,213		
	University of California, Board of Regents	51,664		
	University of Utah	30,000		
	Yale University	31,450		
2. Pass Through Funds				
Private Pass Through Funds:				
	American Association for the Advancement of Science (AAAS)	834		
	Brigham Young University	26,436		
	Inland Northwest Research Alliance Incorporated	4,404		
	Marine Biological Laboratory - Wood Hold, Massachusetts	52,673		
	Michigan Technological University	566		
	MicroSat Systems, Incorporated	199		
	The National Academies	6,316		
	University of Arizona	16,318		
	University of Connecticut	17,156		
	University of Minnesota	15,092		
	University of North Carolina at Greensboro	4,859		
	University of Texas, Austin	33,179		
	University of Vermont	54,158		
	University of Washington	19,623		
B. Other				
1. Expended at Utah State University				
	Total National Science Foundation	59,142	3,908,576	
Office of International Science and Engineering (OISE)				
A. Research and Development				
1. Expended at Utah State University				
	Total Office of International Science and Engineering (OISE)	3,000	3,000	
	<b>Total National Science Foundation</b>			<b>\$ 6,264,463</b>
<b>Small Business Administration (SBA):</b>				
Small Business Administration (SBA)				
B. Other				
1. Expended at Utah State University				
	SBAHQ-04-I-0015 (041607)	272,902		
2. Pass Through Funds				
	State Pass Through Funds	84,604		
	Total Small Business Administration (SBA)	357,506	357,506	
	<b>Total Small Business Administration (SBA)</b>			<b>\$ 357,506</b>
<b>United States Environmental Protection Agency:</b>				
United States Environmental Protection Agency				
A. Research and Development				
1. Expended at Utah State University				
	R-82863701 (001292)	239,904		
	R-83059401 (021161)	145,576		
		176,326		

<u>Federal Agency and Program</u>	<u>CFDA#</u>	<u>Expenditures</u>	<u>Total Expenditures</u>	<u>Grand Total</u>
<b>United States Environmental Protection Agency (continued):</b>				
United States Environmental Protection Agency (continued)				
Subcontracted to:				
Box Elder County School District		\$ 130		
Cache County School District		110		
Davis School District		871		
Granite School District		130		
Great Salt Lake Audubon		1,119		
Jordan High School		180		
Michigan State University		79,984		
2. Pass Through Funds				
State Pass Through Funds		26,150		
Private Pass Through Funds:				
Aqua Terra Consultants		15,360		
Bear River Commission		47,189		
North Wind, Incorporated		7,613		
University of California, Davis		2,187		
B. Other				
1. Expended at Utah State University		34,134		
2. Pass Through Funds				
State Pass Through Funds		80,970		
Total United States Environmental Protection Agency			857,933	
<b>Total United States Environmental Protection Agency</b>				<b>\$ 857,933</b>
		<b>\$ 132,955,293</b>	<b>\$ 132,955,293</b>	<b>\$ 132,955,293</b>

**UTAH STATE UNIVERSITY  
NOTES TO THE SUPPLEMENTARY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2005**

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**1. PURPOSE OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) is a supplementary schedule to the financial statements of Utah State University (the University) and is presented for purposes of additional analysis. Because the Schedule presents only a selected portion of the activities of the University, it is not intended to, and does not present the financial position, changes in net assets, or the revenues, expenditures, or other changes of the University.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**A. Basis of Presentation** - The information in the Schedule is presented in accordance with Office of Management and Budget (OMB) Circular A-133, *Audits of State and Local Governments*. The Schedule includes federal financial assistance expended by Utah State University Research Foundation, dba Space Dynamics Laboratory/USU, constituting 39.2 % of total Federal expenditures for the year ended June 30, 2005.

- Federal Financial Assistance - Pursuant to the Single Audit Act of 1984 (Public Law 98-502) and OMB Circular A-133, Federal financial assistance is defined as assistance provided by a Federal agency, either directly or indirectly, in the form of grants, contracts, cooperative agreements, loans, loan guarantees, property, interest subsidies, insurance, or direct appropriations. Accordingly, non-monetary Federal assistance, including Federal surplus property, is included in Federal financial assistance and, therefore, is reported on the Schedule. Federal financial assistance does not include direct Federal cash assistance to individuals. Solicited contracts between the University and the Federal Government for which the Federal Government procures tangible goods or services are not considered to be Federal financial assistance.
- Major and Non-major Programs - The Single Audit Act of 1984 and OMB Circular A-133 establish the levels of expenditures or expenses to be used in defining major and non-major Federal financial award programs. Major programs for the State of Utah are those programs, which exceeded \$9,100,000 in Federal expenditures, distributions, or issuances for the fiscal year ended June 30, 2005. Two U.S. Department of Education programs, including the Federal Perkins Loan Program and the Federal Family Education Loan Program (see Note 5), are considered major programs by Utah State University because they are major programs on a statewide basis.

**B. Reporting Entity** - The reporting entity is fully described in Note A of the University's financial statements. The Schedule includes all Federal financial award programs administered by the University for the fiscal year ended June 30, 2005.

**C. Basis of Accounting** - The expenditures in the Schedule are recognized as incurred based on the accrual basis of accounting and the cost accounting principles contained in OMB Circular A-21, *Cost Principles for Educational Institutions*. Under those cost principles, certain types of expenditures are not allowable or are limited as to reimbursement.

- Indirect Costs - The Schedule includes a portion of costs associated with general University activities, which are allocated to Federal awards under negotiated formulas commonly referred to indirect cost rates.
- Matching Costs - the Schedule does not include matching expenditures.
- Direct and Indirect Pass Through Federal Financial Assistance - The majority of the University's Federal financial awards are received directly from the granting Federal agency (i.e., the University is the primary recipient). However, some Federal financial assistance, as identified on the Schedule, is passed through a separate entity prior to receipt by the University (i.e., the University is a sub-recipient). This type of assistance is included on the Schedule as *Federal Pass-Through*.

**3. RECONCILIATION OF EXPENDITURES TO FEDERAL REVENUES**

Expenditures reported in the Schedule agree with the Federal revenues reported in the University's financial statements with the following reconciling items:

Total Federal financial assistance from the Schedule of Expenditures of Federal Awards:	\$ 132,955,293
A. Federal capital contribution for the Federal Perkins Loan Program reported as Federal revenue in the financial statements, but not reported on the Schedule.	128,913
B. Other net reconciling items due to timing differences in recognizing Federal revenues and expenditures, and indirect Federal funding as identified on the Schedule.	<u>(283,989)</u>
Total Federal revenue per the Statement of Revenues Expenses and Changes in Net Assets	<u>\$ 132,800,217</u>

**4. U.S. DEPARTMENT OF EDUCATION STUDENT FINANCIAL ASSISTANCE (SFA) PROGRAMS**

The total expenditures and disbursements of each Department of Education SFA program for the fiscal year ended June 30, 2005 are identified below:

**Federal Perkins Loan Program**

Student loans advanced*	\$4,337,056
Administrative cost allowance	28,364
Collection/litigation costs	625
Total	<u>\$4,366,045</u>

**College Work-Study Program**

Student wages	\$762,654
Administrative cost allowance	51,312
Job location and development	50,000
Total	<u>\$863,966</u>

**Supplemental Education Opportunity Grant Program**

Student grants	\$757,887
Administrative cost allowance	160,256
Total	<u>\$918,143</u>

**Federal Pell Grant Program**

Student grants	\$18,531,164
Administrative cost allowance	34,854
Total	<u>\$18,566,018</u>

**State Student Incentive Grants**

Student grants	\$314,463
Total	<u>\$314,463</u>

\*The student loans advanced for the Federal Perkins Loan Program are not included in the Schedule.

**5. FEDERAL LOANS OUTSTANDING**

Utah State University administers the Federal Perkins Loan Program. The program had an outstanding loan balance of \$12,969,116 at June 30, 2005. The University also partially administers the Guaranteed Student Loan Program (including Parents Loans for Undergraduate Students and Supplemental Loans for Students). The loans of this program are made through lending institutions, but Utah State University is responsible for completing portions of the loan applications, verifying student eligibility, filing student confirmation reports, refunding money to lenders and disbursing loan checks received from the lending institutions. During fiscal year 2005, the university authorized new loans under the Federal Family Education Loan Program of \$31,203,556.

The administrative allowances expended under these programs during the year are included in the Schedule.

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**UTAH STATE UNIVERSITY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2005**

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**A. SUMMARY OF AUDIT RESULTS**

1. The independent auditors' report on the basic financial statements expresses an unqualified opinion. We did not audit the financial statements of the Utah State University Research Foundation (a component unit of Utah State University). These statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Utah State University Research Foundation, is based solely on the report of such other auditors.
2. No reportable conditions with regard to internal control over financial reporting were identified.
3. No instances of noncompliance material to the financial statements of the University were disclosed as a result of the audit.
4. No reportable conditions with regard to internal control over the major federal program were identified.
5. The independent auditors' report on compliance over the major federal award program expresses an unqualified report.
6. Audit findings related to the Utah State University Research Foundation which are required to be reported under Section 510(a) of OMB Circular A-133 disclosed during the audit are reported at Section C of this schedule.
7. As directed by the Utah State Auditor, only the following program was tested as a major program for the year ended June 30, 2005:

Research and Development Cluster

8. The threshold for distinguishing Types A and B programs was \$9,100,000, as directed by the Utah State Auditor.
9. Utah State University was determined to be a low risk auditee as that term is defined in OMB Circular A-133.

**B. FINDINGS - FINANCIAL STATEMENTS AUDIT**

No findings to report.

## C. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

The auditors of the Utah State University Research Foundation disclosed the following finding:

### **Research and Development Cluster — all programs**

#### **05-01 Allowable costs in contract termination**

Questioned Costs: The amount of questioned costs is unknown. The Foundation's termination costs have not been accepted by the federal government. What the government will allow for severance pay and early retirement benefits will be settled on a case-by-case basis, other termination costs will be settled on the basis of reasonableness. Potential questioned costs range between \$100,000 and \$500,000.

Statement of Condition: The Foundation received a contract termination notice of the "RAMOS" contract and has submitted a proposal for its termination costs. The termination proposal has not yet been accepted by the federal government. The termination proposal total settlement costs are \$3,346,771. Of this amount, costs for severance pay are \$1,269,213, costs for early retirement and associated benefits are \$540,404 and other termination costs are \$1,537,154. Allowability of these amounts has not been determined by the federal government.

Criteria: OMB Circular A-122 states that severance pay is to be categorized as normal or abnormal severance pay. Abnormal severance pay must be settled on a case-by-case basis with the federal government. OMB Circular A-122 also requires all costs to be reasonable.

Effect: The Foundation's costs directly charged to the RAMOS contract may be overstated. The Foundation's indirect costs may be understated by an allowable but not allocable costs charged to the RAMOS contract.

Cause: The Foundation's approach to calculating allowable severance pay and early retirement benefits as contract termination costs has been approved by the federal government.

Recommendation: The Foundation should complete the negotiation process of terminating the RAMOS contract as quickly as permitted by the federal government.

Corrective Action Planned: The Foundation plans to supply the contracting officer any information necessary to conclude the contract termination as quickly as possible.

Contact: Lyndon Loosle, Foundation Controller (435) 797-4006

**UTAH STATE UNIVERSITY  
SUMMARY SCHEDULE OF PRIOR FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2005**

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**Research and Development Cluster – All Programs**

**04-01 Allowable Charges for Overhead Rate Calculation**

Questioned Costs: To be determined, but believed to be greater than \$10,000. Utah State University is in the process of providing information to the cognizant audit agency (Office of Naval Research) to determine the amount to be adjusted, if any.

Condition: Utah State University Research Foundation (the “Foundation”) (a component unit of Utah State University) has paid to Utah State University rents to use University buildings located at the Innovation Campus for the past eleven years. The Defense Contract Audit Agency (DCAA) has asserted that the rates charged by Utah State University to the Foundation are in excess of that allowable because depreciation expense should have been calculated and included in the overhead rate calculation rather than rental expense

Criteria: OMB Circular A-21 allows rental charges that are “reasonable costs” or allows an appropriate depreciation or use allowance to be charged to the Federal Government.

Effect: Utah State University and the Foundation’s overhead rates may have been overstated by the amount charged as rental expense that would be in excess of the amount allowed as depreciation expense.

Cause: Utah State University overcharged the Foundation for rental space. The space being rented was not properly identified by Utah State University as a lease purchase transaction.

Recommendation: Utah State University should continue to work with its DCAA auditors to resolve the issue.

Corrective Action Plan: Utah State University will submit a proposal to the Office of Naval Research to settle this issue. It is anticipated that a settlement will be reached in the near future and that adjustments will be made in the normal course of settling the University’s fixed with carry forward overhead rates and the Utah State University Research Foundation’s provisional overhead rates.

Status: Utah State University is working with DCAA and the Office of Naval Research (ONR) to settle this issue. It is anticipated that a settlement will be reached in the near future and that adjustments will be made in the normal course of settling the University’s fixed with carry forward overhead rates and the Utah State University Research Foundation’s provisional overhead rates. Submissions have been made to DCAA for audit review and a proposal for final settlement will be submitted to ONR on or before February 28, 2006.