



AIM HIGHER

FINANCIAL REPORT

Year Ended September 30, 2012



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WAYNE STATE UNIVERSITY

This report summarizes the financial position and results of operations of Wayne State University for the fiscal years ended September 30, 2012 and September 30, 2011. These financial statements have been audited by Plante & Moran PLLC, Certified Public Accountants, who again have issued an unqualified opinion regarding Wayne State's statements. Management's discussion and analysis of these financial statements and results begins on page 4 and provides details regarding the operations of the University during the past three years.

Wayne State's net assets increased \$13.0 million in fiscal year 2012, principally because of investment returns totaling 15.7 percent on the University's endowment. During the year, the University offset a \$32 million reduction in its State appropriation principally with higher tuition revenues, productivity and process improvement initiatives and no recurrence of certain one-time costs incurred in fiscal year 2011.

Wayne State enjoys strong credit ratings from both Standard and Poor's (AA-) and Moody's (Aa2) and our S&P rating again has been reaffirmed with a stable outlook as of December 2012. The University plans to issue new debt during fiscal year 2013, principally to support the construction of a new Multidisciplinary Biomedical Research Building (MBRB). The State of Michigan has allocated \$30 million to Wayne State to partially fund this \$93 million project. The MBRB will be constructed at the north end of Wayne State's campus in Midtown Detroit by renovating the 127,000 square foot Dagleish building and adding 75,000 square feet of new construction facing Woodward Avenue. This building, which will house up to 450 researchers and bring significant new research funding to the University, is the largest construction project ever undertaken by the University.

The Administration continues to work on improving the efficiency and effectiveness of business processes and services, building on the work we began in fiscal year 2011 with the help of external consultants. The University has already realized significant financial benefits from these efforts and expects even more savings in 2013 and beyond. During fiscal year 2012, we have implemented new e-procurement and travel management systems, negotiated numerous strategic sourcing agreements, consolidated some IT functions and implemented many new energy conservation measures. In December 2012, the University launched a complete restructuring of the Human Resources function. Savings in these administrative areas help the University to continue to fund initiatives designed to promote student success and retention. During fiscal year 2012, the University added 21 new academic advisors, created a new enrollment services center, launched a new summer bridge program for under-prepared students, and expanded participation in Learning Communities by 46 percent. In addition, the University's Board of Governors approved new admissions standards that will improve the academic profile of the incoming freshman class, while continuing to provide opportunity for talented students from diverse backgrounds.

Fiscal year 2013 will benefit from a stable state funding level which will enable the University to maximize the benefits of both academic and administrative initiatives.



Rick Nork
Vice President for Finance and Business Operations
Treasurer and Chief Financial Officer
January 11, 2013

Independent Auditor's Report

To the Board of Governors
Wayne State University

We have audited the accompanying balance sheet of Wayne State University (the "University") as of September 30, 2012 and 2011 and the related statements of revenues, expenses, and changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of the University's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Wayne State University as of September 30, 2012 and 2011 and the results of its operations and cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report under separate cover dated January 11, 2013 on our consideration of the University's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters for the year ended September 30, 2012. The purpose of that report is to describe the scope of our testing of internal controls over financial reporting and compliance and the results of that testing, and not to provide opinions on the internal control or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audits.

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, as identified on pages 4 through 20, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplemental information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

To the Board of Governors
Wayne State University

Our audits were made for the purpose of forming an opinion on the financial statements taken as a whole. The supplemental information, as listed in the table of contents, is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole. The letter from vice president for finance and business operations, treasurer, and chief financial officer is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Plante & Moran, PLLC

January 11, 2013

Wayne State University

Management's Discussion and Analysis - Unaudited

Introduction

The following discussion and analysis provides an overview of the financial position of Wayne State University (the "University") at September 30, 2012 and the results of its operations and cash flows for the year then ended. Selected comparative information is provided for the years ended September 30, 2012 and 2011. This discussion has been prepared by management and should be read in conjunction with the accompanying financial statements and related notes to facilitate and enhance the reader's understanding of the 2012 financial report.

Wayne State University is a nationally recognized public research university with urban roots and a global reputation. The main campus, located in Detroit's University Cultural Center, includes more than 350 undergraduate, graduate, doctoral, certificate, and professional programs offered through the University's schools and colleges. With fall 2012 enrollment of approximately 28,900 students, the University ranks among the top 55 public and private not-for-profit universities in the nation in terms of enrollment and has the most diverse student body of any university in Michigan. As the seventh largest employer in the city of Detroit, as ranked by the 2012 Crain's *Business Survey of Detroit's Largest Employers*, the University has a significant impact on the local economy and contributes to the state and nation as well through its research and public service programs.

Excellence in research is essential to the University's mission. Based on the 2010 National Science Foundation Research and Development Expenditures Survey, the University ranked 78th among all universities and 51st among public universities in research and development expenditures. A substantial portion of the University's research is conducted at the School of Medicine, the nation's largest single-campus medical school. The 2010 National Science Foundation Research and Development Expenditures Survey ranked the University 47th in the medical sciences category. Based on the 2010 Carnegie Classification of Higher Education, Wayne State University ranked within the top 2.3 percent of the nation's universities and colleges with the Carnegie classification of RU/VH (Research Universities, Very High research activity). Wayne State University, Michigan State University, and the University of Michigan, the state's three largest research universities, are partners in the University Research Corridor (URC). The URC is an alliance among these three universities to spark regional economic development through invention, innovation, and technology transfer, by educating a work force prepared for the "knowledge economy," and by attracting smart and talented people to Michigan.

Using this Report

The University's financial report includes three basic financial statements: the balance sheet, which presents the assets, liabilities, and net assets of the University at September 30, 2012, the statement of revenues, expenses, and changes in net assets, which reflects revenues and expenses recognized during the fiscal year, and the statement of cash flows, which provides information on the major sources and uses of cash during the fiscal year. The report also includes notes to the financial statements, which are an integral component of the report. These financial statements and accompanying notes are prepared in accordance with the principles of the Governmental Accounting Standards Board (GASB), which establish standards for external financial reporting for public colleges and universities and require that the financial statements be presented on a combined basis to focus on the University as a whole, including all of its relevant activities. Accordingly, consistent with the GASB principles, the Wayne State University Foundation (the "Foundation"), as a controlled corporate organization, is included in the combined financial statements. Additional supplemental information, which provides balance sheet and operating information for the various funds of the University, is also included in the report.

Wayne State University

Management's Discussion and Analysis - Unaudited (Continued)

Overall Financial Highlights

The University's financial position remained stable and strong at September 30, 2012 with assets and liabilities of \$1.59 billion and \$0.70 billion, respectively. Net assets, which represent the residual interest in the University's assets after liabilities are deducted, were \$892.1 million as of September 30, 2012, an increase of \$13.0 million compared with the prior year. The University has credit ratings of "Aa2" and "AA-" with the rating services of Moody's and Standard & Poor's, respectively.

Financial Position

The summary table below shows the University's assets, liabilities, and net assets at September 30 for the past three fiscal years:

	2012	2011	2010
	(in millions)		
Total assets	\$ 1,592.9	\$ 1,586.9	\$ 1,592.4
Total liabilities	700.8	707.8	697.7
Net assets	892.1	879.1	894.7

Specific discussion and analysis of the changes in the components of the assets, liabilities, and net asset categories are provided on pages 6-11.

Operations

A summary of revenues and expenses, including the operating, nonoperating, and other categories for the years ended September 30, 2012, 2011, and 2010, is as follows:

	2012	2011	2010
	(in millions)		
Revenues:			
Operating revenues	\$ 516.7	\$ 520.9	\$ 499.3
Nonoperating revenues	313.0	291.1	313.7
Other revenues	7.0	12.3	6.7
Total revenues	<u>\$ 836.7</u>	<u>\$ 824.3</u>	<u>\$ 819.7</u>
Expenses:			
Operating expenses	\$ 803.2	\$ 819.3	\$ 780.2
Nonoperating expenses	20.5	20.7	26.6
Total expenses	<u>\$ 823.7</u>	<u>\$ 840.0</u>	<u>\$ 806.8</u>

During fiscal year 2012, total revenues increased \$12.4 million (1.5 percent) compared to 2011, while total expenses decreased \$16.3 million (1.9 percent). During fiscal year 2011, revenues increased \$4.6 million (0.6 percent) compared to 2010, while total expenses increased \$33.2 million (4.1 percent). Specific discussion and analysis of the changes in the components of the revenue and expense categories are provided on pages 12-19.

Wayne State University

Management's Discussion and Analysis - Unaudited (Continued)

Balance Sheet

The balance sheet presents the financial position of the University at the end of each fiscal year and includes all assets and liabilities of the University. The difference between total assets and total liabilities, net assets, is one key indicator of the current financial position of the University, while the change in net assets is a key indicator of how the current year's operations affected the overall financial condition of the University. Assets and liabilities are generally measured using current values. One notable exception is capital assets, which are stated at historical cost less accumulated depreciation.

A summarized comparison of the University's assets, liabilities, and net assets at September 30, 2012, 2011, and 2010 is as follows:

	2012	2011	2010
	(in millions)		
Current assets	\$ 541.0	\$ 544.5	\$ 517.7
Noncurrent assets:			
Investments	263.8	235.0	258.1
Capital assets - Net of depreciation	753.5	770.8	775.1
Other	34.6	36.6	41.5
Total assets	<u>\$ 1,592.9</u>	<u>\$ 1,586.9</u>	<u>\$ 1,592.4</u>
Current liabilities	\$ 269.2	\$ 263.2	\$ 245.3
Noncurrent liabilities:			
Long-term debt - Net of current portion	386.8	398.9	410.6
Other	44.8	45.7	41.8
Total liabilities	700.8	707.8	697.7
Net assets	<u>892.1</u>	<u>879.1</u>	<u>894.7</u>
Total liabilities and net assets	<u>\$ 1,592.9</u>	<u>\$ 1,586.9</u>	<u>\$ 1,592.4</u>

Wayne State University

Management's Discussion and Analysis - Unaudited (Continued)

Current Assets and Liabilities

Current assets are comprised primarily of cash and temporary investments and receivables. In 2012, current assets decreased \$3.5 million (0.6 percent) to \$541.0 million compared with \$544.5 million at September 30, 2011. The decrease consisted of a \$5.6 million decrease in net current receivables and a decrease of \$1.0 million in cash and temporary investments, offset partially by an increase in prepaid expenses and deposits of \$3.2 million. Changes in cash and temporary investments are affected by the University's overall operating and investment performance and timing. The decrease in net current receivables (see Note 3) resulted from several factors including a decrease in other receivables of \$10.7 million principally because of the timing of reimbursement for the Medicaid disproportionate share subsidy (DSH program) which was received prior to September 30 in 2012, combined with decreases in grants and contracts and pledge gift receivables of \$1.9 million and \$2.2 million, respectively, offset partially by an increase in student accounts receivable of \$8.9 million driven largely by a reduction in Federal Pell grants which resulted from legislative changes limiting student eligibility.

In 2011, current assets increased \$26.8 million (5.2 percent) to \$544.5 million compared to \$517.7 million at September 30, 2010. The increase was attributable to an increase in cash and temporary investments of \$15.7 million, combined with an \$8.9 million increase in net current receivables. The increase in net current receivables was attributable principally to the timing of reimbursement for the DSH subsidy. The University received the DSH reimbursement of \$9.1 million subsequent to September 30, whereas in 2010, the reimbursement was received prior to fiscal year end.

Current liabilities are comprised of amounts payable within one year and consist primarily of accounts payable, accrued liabilities, and deferred income. In 2012, total current liabilities increased by \$6.0 million (2.3 percent) to \$269.2 million compared with \$263.2 million at September 30, 2011. The increase consisted of a \$3.3 million increase in deferred income associated with fall 2012 tuition and fee rate increases of 3.9 percent for undergraduate and graduate students, combined with a moderate increase in accounts payable and accrued liabilities of \$2.1 million which resulted from increases in accrued postemployment benefits of \$1.8 million and routine and trade accounts payable of \$6.2 million, offset partially by a decrease of approximately \$6.0 million in accrued liabilities related to pay-outs for the 2011 special early retirement program (discussed more fully below).

In 2011, total current liabilities increased by \$17.9 million (7.3 percent) to \$263.2 million compared to \$245.3 million at September 30, 2010. The increase consisted of a \$9.9 million increase in accounts payable and accrued liabilities and an increase of approximately \$9.0 million in deferred income, offset slightly by a \$0.9 million decrease in the current portion of long-term debt. The increase in accounts payable and accrued liabilities reflected an accrual of approximately \$7.1 million for incentives related to a special early retirement program offered during fiscal year 2011 and an increase in accrued payroll of \$1.4 million because of one additional day accrued at year end. The increase in deferred income resulted from an increase in tuition-related deferred income of approximately \$7.2 million attributable to fall 2011 tuition and fee increases of 6.9 percent for undergraduate residents and 7.1 percent for graduate students, combined with an increase of approximately \$1.1 million in grant and contract activity.

The University's current ratio, a measure of liquidity, was 2.0 at September 30, 2012 and 2.1 at September 30, 2011 and 2010.

Wayne State University

Management's Discussion and Analysis - Unaudited (Continued)

Noncurrent Assets and Liabilities

Noncurrent Assets

Notable changes from 2011 to 2012 in noncurrent assets included an increase in total investments of \$28.8 million and a decrease in net capital assets of \$17.3 million.

Investments

Investments are categorized in either the Endowment Fund or the Plant Fund. The Wayne State University Foundation manages approximately 99 percent of the endowment investments. Investments in the Plant Fund consist primarily of invested bond proceeds and related earnings which are restricted for capital projects. The invested bond proceeds are managed by the University.

The composition of noncurrent investments at September 30, 2012, 2011, and 2010 is as follows:

	2012	2011	2010
	(in millions)		
Endowment Fund	\$ 260.8	\$ 230.5	\$ 241.4
Plant Fund:			
Invested bond proceeds	3.0	4.5	16.7
Other	-	-	-
Total noncurrent investments	<u>\$ 263.8</u>	<u>\$ 235.0</u>	<u>\$ 258.1</u>

Endowment Fund investments increased \$30.3 million (13.1 percent) in 2012 principally because of net investment income (\$35.1 million) and new gifts (\$6.8 million), offset partially by distributions (\$11.5 million). The invested bond proceeds component of noncurrent investments decreased \$1.5 million during the year as the funds were spent for the planned capital projects.

In 2011, investments in the Endowment Fund decreased \$10.9 million (4.5 percent) because of distributions (\$10.9 million) and net investment losses (\$3.9 million), offset partially by new gifts and transfers (\$7.6 million). The decrease in invested bond proceeds of \$12.2 million from 2010 to 2011 resulted from expenditures of bond proceeds for related construction projects.

Capital Assets

One factor critical to enhancing the quality of the University's academic and research programs and residential life is the development and renewal of its capital assets. The University continues to modernize its older teaching, research, and administrative buildings as well as to construct new facilities.

Capital additions during 2012 totaled \$41.3 million, compared to \$59.0 million in 2011 and \$69.7 million in 2010. The 2012 capital additions included expenditures for the Administrative Services Building (\$1.8 million), 5057 Woodward (\$1.2 million) and State Hall renovation projects (\$1.4 million), the Chemistry Building Expansion and Renovation projects (\$1.0 million), renovations and upgrades to various parking facilities (\$3.9 million), and the Multidisciplinary Biomedical Research Building project (\$3.3 million).

Wayne State University

Management's Discussion and Analysis - Unaudited (Continued)

In 2011, capital expenditures of \$59.0 million included substantial completion of the Chemistry Building Renovation and Expansion (\$18.3 million), and the new Damon J. Keith Center for Civil Rights (\$5.0 million); as well as renovations and upgrades to several parking structures (\$8.6 million) and other university buildings (\$13.7 million). During 2011, an impairment loss of \$11.1 million was recognized for a University building which will no longer be used after the remaining occupants are relocated. Correspondingly, the asset was adjusted to fair value as of September 30, 2011 (see Note 4).

Capital asset additions are funded primarily with bond proceeds, gifts, state capital appropriations, and unrestricted net assets designated for capital purposes.

Other Noncurrent Assets

In 2012, other noncurrent assets (primarily noncurrent receivables) decreased \$2.0 million (5.5 percent) to \$34.6 million at September 30 compared to \$36.6 million at September 30, 2011. The decrease was attributable principally to declines in noncurrent pledged gifts and student notes receivable of \$2.6 million and \$0.5 million, respectively, offset partially by an increase in other receivables of \$1.2 million.

In 2011, other noncurrent assets decreased \$4.9 million to \$36.6 million, compared to \$41.5 million at September 30, 2010. The decrease resulted primarily from a decline in noncurrent pledged gifts receivable and student notes receivable of \$2.7 million and \$1.1 million, respectively, combined with a decrease in net other receivables of approximately \$0.9 million.

Noncurrent Liabilities

Notable changes in the noncurrent liability section of the balance sheet from 2011 to 2012 included a decrease in long-term debt and other noncurrent liabilities of \$12.1 million and \$0.9 million, respectively, as explained below.

Long-term Debt

Long-term debt totaled \$398.4 million, \$410.0 million, and \$422.7 million at September 30, 2012, 2011, and 2010, respectively.

The decrease in long-term debt of \$11.6 million and \$12.7 million in fiscal years 2012 and 2011, respectively, primarily represented principal payments made in each of the respective years.

Wayne State University

Management's Discussion and Analysis - Unaudited (Continued)

Other Noncurrent Liabilities

Other noncurrent liabilities include the federal portion of student loan funds, accrued employee benefits, and derivative instruments. In 2012, other noncurrent liabilities decreased by \$0.9 million (2.0 percent) to \$44.8 million at September 30, compared to \$45.7 million at September 30, 2011. The 2012 decrease was primarily due to a decline in the derivative instrument liability and accrued employee benefits of \$1.0 million and \$0.7 million, respectively, offset partially by an increase in the federal portion of student loan funds of \$0.8 million.

In 2011, other noncurrent liabilities increased by \$3.9 million (9.3 percent) to \$45.7 million, compared to \$41.8 million at September 30, 2010. The increase was attributable principally to the retirement incentive program which resulted in approximately \$3.4 million in noncurrent liabilities as of September 30, 2011.

Net Assets

Net assets represent the difference between assets and liabilities. The University's net assets at September 30, 2012, 2011, and 2010 are summarized as follows:

	2012	2011	2010
	(in millions)		
Invested in capital assets - Net of related debt	\$ 357.8	\$ 362.7	\$ 354.2
Restricted:			
Nonexpendable	152.5	144.4	137.8
Expendable	172.1	152.0	167.6
Unrestricted	209.7	220.0	235.1
Total net assets	<u>\$ 892.1</u>	<u>\$ 879.1</u>	<u>\$ 894.7</u>

Descriptions of the components of total net assets are as follows:

- **Invested in Capital Assets - Net of Related Debt** - The University's investment in capital assets, net of accumulated depreciation, and outstanding principal balances of debt issued for the acquisition, construction, or improvement of those assets. Changes from year to year result from capital additions, issuance and payments of long-term debt, retirement of assets, and depreciation expense.
- **Restricted:**
 - **Nonexpendable** - The corpus portion of gifts to the University's permanent true endowment funds, certain University funds which have been specifically allocated and restricted pursuant to specific agreements with individuals or entities, and the University's required funding match for federal student loans and donor-restricted University loans.
 - **Expendable** - Gifts and sponsored and governmental grants and contracts, which are subject to externally imposed restrictions governing their use (scholarships, academic and research programs, and capital projects). This category of net assets also includes undistributed accretion from investments of permanent true endowments and funds functioning as endowments with externally imposed restrictions. Funds functioning as endowments included in restricted expendable net assets were \$81.6 million, \$74.1 million, and \$77.8 million at September 30, 2012, 2011, and 2010, respectively.

Wayne State University

Management's Discussion and Analysis - Unaudited (Continued)

The restricted nonexpendable funds and the funds functioning as endowments included in the restricted expendable components of net assets are directly affected by the performance of the University's long-term investments and its spending policy. These restricted balances presented for the three-year period were significantly affected by the financial market trends and investment performance during the three-year period.

- **Unrestricted** - Funds which are not subject to externally imposed restrictions; however, most of the University's unrestricted net assets are designated by the Board of Governors and/or management for various academic, research, and administrative programs and capital projects. Unrestricted net assets also include certain funds functioning as endowments which have no externally imposed restrictions. Unrestricted funds functioning as endowments were \$7.1 million at September 30, 2012 and \$6.5 million and \$7.1 million at September 30, 2011 and 2010, respectively.

Wayne State University

Management's Discussion and Analysis - Unaudited (Continued)

Statement of Revenues, Expenses, and Changes in Net Assets

The statement of revenues, expenses, and changes in net assets presents the revenues and expenses recognized during fiscal year 2012. Prior fiscal years' data are provided for comparative purposes.

Revenues

Consistent with GASB principles, revenues are categorized as operating, nonoperating, or other. Operating revenues generally result from exchange transactions, such as revenues received for tuition and fees or grants and contracts revenue for services performed on sponsored programs. Nonoperating revenues are primarily non-exchange in nature, such as state operating appropriations and investment income. Other revenues represent capital and endowment transactions.

Summarized operating, nonoperating, and other revenues for the years ended September 30, 2012, 2011, and 2010 are presented below:

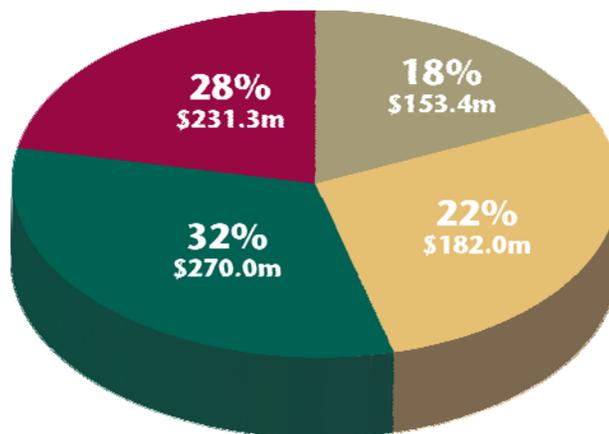
	2012	2011	2010
	(in millions)		
Operating Revenues			
Student tuition and fees - Gross	\$ 321.8	\$ 310.8	\$ 296.9
Less scholarship allowances	(90.5)	(96.1)	(91.0)
Net student tuition and fees	231.3	214.7	205.9
Grants and contracts	231.4	251.5	243.3
Departmental activities, auxiliary enterprises, and other	54.0	54.7	50.1
Total operating revenues	516.7	520.9	499.3
Nonoperating Revenues			
State operating appropriation	182.0	214.2	214.3
State fiscal stabilization funds	-	-	6.0
Federal Pell grants	38.6	46.4	42.6
Gifts	38.3	29.0	25.8
Investment income including realized and unrealized income and change in fair value of derivatives	53.0	0.9	25.0
Other	1.1	0.6	-
Total nonoperating revenues	313.0	291.1	313.7
Other Revenues			
State capital appropriation	-	-	0.2
Capital and endowment gifts	7.0	12.3	6.5
Total other revenues	7.0	12.3	6.7
Total revenues	<u>\$ 836.7</u>	<u>\$ 824.3</u>	<u>\$ 819.7</u>

Wayne State University

Management's Discussion and Analysis - Unaudited (Continued)

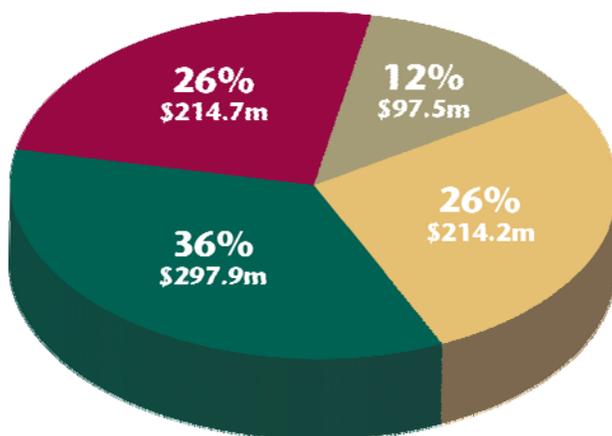
The charts below graphically depict total revenue by source for the years ended September 30, 2012, 2011, and 2010:

Total Revenue



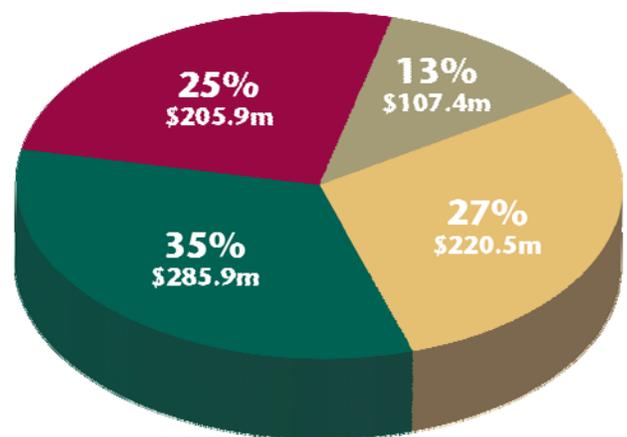
■ Grants and Contracts ■ State Appropriations
 ■ Tuition and Fees, Net ■ Other

2012 - \$836.7 million



■ Grants and Contracts ■ State Appropriations
 ■ Tuition and Fees, Net ■ Other

2011 - \$824.3 million



■ Grants and Contracts ■ State Appropriations and Stabilization Funds
 ■ Tuition and Fees, Net ■ Other

2010 - \$819.7 million

Wayne State University

Management's Discussion and Analysis - Unaudited (Continued)

Primary Revenue Sources

The University's research and public service mission and significant components of instruction are supported primarily by federal, state, and nongovernmental grants and contracts which, in the aggregate, typically comprise the largest revenue source to the University. The state operating appropriation and student tuition and fees represent the majority of resources available to fund the University's General Fund operations.

Operating Revenues

Operating revenues totaled \$516.7 million in 2012 compared to \$520.9 million and \$499.3 million in 2011 and 2010, respectively. The 2012 decrease in total operating revenues of \$4.2 million (0.8 percent) from 2011 was attributable to several factors:

Student Tuition and Fees - In fiscal year 2012, gross student tuition and fees increased \$11.0 million and scholarship allowances decreased by \$5.6 million, resulting in an increase in net student tuition and fees of \$16.6 million. The increase in gross student tuition and fees was attributable principally to the fall 2011 undergraduate and graduate tuition rate increases of 6.9 percent and 7.1 percent, respectively, offset partially by a 2.7 percent decline in credit hours. The 2011 increase in net student tuition and fees of \$8.8 million (4.3 percent) resulted primarily from fall 2010 tuition rate increases ranging from 4.4 percent for undergraduate to 4.9 percent for graduate students.

For financial reporting purposes, student tuition and fees and auxiliary enterprise revenue are reduced by "scholarship allowances." These scholarship allowances represent financial aid granted to students which is applied directly to their accounts to pay tuition and fee assessments (in the General Fund) and room and board assessments (in the Auxiliary Activities Fund).

The University continues to provide a substantial amount of financial aid to mitigate the impact of tuition rate increases. In 2012, 2011, and 2010, the University provided total scholarships and fellowships of \$102.7 million, \$108.3 million, and \$102.5 million, respectively. For 2012, the \$5.6 million reduction represents a 5.2 percent decrease in financial aid. Percentage increases totaled 5.7 percent for 2011 and 19.6 percent for 2010. The decrease in 2012 is attributable principally to a reduction in Federal Pell grant awards of \$7.8 million (more fully discussed in the Nonoperating Revenue section), offset partially by a net increase in University scholarships and other financial aid awards of \$2.6 million.

Grants and Contracts - Grants and contracts revenues decreased \$20.1 million (8.0 percent) from 2011 to 2012. The decrease consisted of several factors including a decrease in state and local grants attributable principally to the timing of certain state grants (\$7.6 million), grant and contract projects which ended during fiscal year 2011 or early in fiscal year 2012 which were not replaced (approximately \$3.2 million) and reductions resulting from routine and cyclical fluctuations in nongovernmental grants and contracts (\$8.0 million). The increase in grants and contracts revenues of \$8.2 million (3.4 percent) from 2010 to 2011 related primarily to routine and cyclical fluctuations in nongovernmental grants and contracts.

Wayne State University

Management's Discussion and Analysis - Unaudited (Continued)

Nonoperating and Other Revenues

Nonoperating and other revenues were \$320.0 million in 2012, compared to \$303.4 million and \$320.4 million in 2011 and 2010, respectively. Factors affecting this change are as follows:

Nonoperating Revenues

- The state operating appropriation, totaling \$182.0 million, \$214.2 million, and \$214.3 million in 2012, 2011, and 2010, respectively, is the most significant component of the University's nonoperating and other revenues. In line with the State of Michigan legislative reductions, state operating appropriations to the University decreased \$32.2 million in 2012. In 2011, the base operating appropriation amount decreased slightly (\$0.1 million) compared to the 2010 base appropriation amount.
- The 2011 decrease in state fiscal stabilization funds of \$6.0 million (100 percent) was a direct result of the \$6.0 million one-time appropriation awarded to the University in 2010. These funds, which were authorized by the American Recovery and Reinvestment Act of 2009, represent a one-time appropriation awarded to the University to help offset the decrease in the 2010 state operating appropriation.
- Federal Pell grant revenue and the related expense decreased by approximately \$7.8 million during 2012. The decrease resulted from regulatory changes in federal financial aid programs during the year including a reduction in the income levels which qualify for zero expected family contribution (EFC) from \$30,000 to \$23,000, Pell grant eligibility being limited to 12 semesters, and changes in the frequency of the student satisfactory progress evaluation.

The 2011 increase in Federal Pell grant revenue of \$3.8 million resulted from the 2010-2011 regulatory increase of the maximum Federal Pell award of \$200 per student which was in effect for the full fiscal year in 2011, as compared to a partial term in fiscal year 2010.

- The fund components of investment income (loss) included in nonoperating revenues for the past three years are as follows:

	Investment Income (including realized and unrealized income)		
	<u>2012</u>	<u>2011</u>	<u>2010</u>
	(in millions)		
Net investment income (loss):			
Attributable to Endowment Funds	\$ 35.1	\$ (3.9)	\$ 21.3
Attributable to all other funds	<u>16.9</u>	<u>4.7</u>	<u>4.7</u>
Total net investment income	52.0	0.8	26.0
Change in fair value of derivatives	<u>1.0</u>	<u>0.1</u>	<u>(1.0)</u>
Total net investment income including the change in fair value of derivatives	<u>\$ 53.0</u>	<u>\$ 0.9</u>	<u>\$ 25.0</u>

Wayne State University

Management's Discussion and Analysis - Unaudited (Continued)

- The fluctuation in the overall investment performance for the three-year period was primarily associated with the University's endowments which are impacted significantly by the volatility of the financial markets. The increase in the Endowment Fund net investment income of \$39.0 million was attributable to strong investment market returns for domestic and international equities, manager performance which exceeded market returns for the active international emerging market equity managers and certain bond managers and a substantial decline in interest rates which favorably impacted the market value of the bonds. The investment income attributable to all other funds relates to the cash pool investments. The 2012 increase in net investment income in the cash pool of \$12.2 million was primarily due to a substantial change in the University's investment policy. During 2012, a substantial portion of the cash pool investment portfolio was moved to corporate, mortgage backed and other securitized investments, and the maturity of the portfolio was extended from the prior year. In addition, the substantial decline in interest rates during 2012 also favorably impacted the market value of the cash pool portfolio.

Other Revenues

Total other revenues were \$7.0 million, \$12.3 million, and \$6.7 million for the fiscal years ended September 30, 2012, 2011, and 2010, respectively, as summarized below:

	2012	2011	2010
	(in millions)		
Capital and endowment gifts	\$ 7.0	\$ 12.3	\$ 6.5
State capital appropriation	-	-	0.2
Total other revenues	<u>\$ 7.0</u>	<u>\$ 12.3</u>	<u>\$ 6.7</u>

Capital gifts were \$7.1 million lower in 2012 compared with 2011, principally because of a \$6.0 million gift received for the Chemistry Building Expansion project during fiscal year 2011.

The State Building Authority has approved the construction of the Multidisciplinary Biomedical Research Building (MBRB) project at an estimated project cost of \$90.4 million with state capital appropriation funding of \$30.0 million. The 2012 financial statements do not include any state capital appropriations for the MBRB as the University has not yet met the 66.8 percent threshold of expenditures required for the state payment to commence. The remaining funding of \$60.4 million will be provided by capital gifts, University funds, and proceeds from a bond issuance planned for fiscal year 2013.

The recording of gifts and capital gifts in the financial statements is governed by generally accepted accounting principles which dictate the types and timing of gifts recognized for financial reporting purposes. Gifts included in the financial statements include cash, stocks, and unconditional pledges for operating activities and capital projects and gifts-in-kind which meet the University's asset capitalization guidelines. Gifts reported for capital campaign reporting purposes also include other sources and types of gifts given or pledged during each year which are not included in the financial statements. These include planned giving, conditional pledges, endowment fund pledges, gifts-in-kind not capitalized, certain gift annuities, and the face amount of life insurance policies in excess of cash surrender values. These gift types, with the exception of gifts-in-kind not capitalized, will be recognized for financial statement purposes in future years when the cash is received. Additionally, capital campaign reporting recognizes, as gifts, certain grants and contract-type funds from foundations and other sources, which are classified as nongovernmental grants and contracts revenue for financial statement purposes.

Wayne State University

Management's Discussion and Analysis - Unaudited (Continued)

Expenses

Operating and nonoperating expenses for the years ended September 30, 2012, 2011, and 2010 are summarized below:

	2012	2011	2010
	(in millions)		
Operating expenses	\$ 803.2	\$ 819.3	\$ 780.2
Nonoperating expenses:			
Interest expense	19.1	18.4	20.2
Other	1.4	2.3	6.4
Total nonoperating expenses	<u>20.5</u>	<u>20.7</u>	<u>26.6</u>
Total expenses	<u>\$ 823.7</u>	<u>\$ 840.0</u>	<u>\$ 806.8</u>

Operating expenses by both functional and natural classification for the years ended September 30, 2012, 2011, and 2010 are as follows:

	2012		2011		2010	
	Dollars	% of Total Operating Expenses	Dollars	% of Total Operating Expenses	Dollars	% of Total Operating Expenses
	(in millions)					
Natural Classification						
Compensation and benefits	\$ 551.8	68.7%	\$ 565.2	69.0%	\$ 546.9	70.1%
Supplies, services, and other	185.5	23.1%	184.0	22.4%	174.6	22.4%
Depreciation	57.3	7.1%	50.0	6.1%	50.5	6.4%
Loss on impaired asset	-	-	11.1	1.4%	-	-
Scholarships and fellowships ⁽¹⁾	8.6	1.1%	9.0	1.1%	8.2	1.1%
Total	<u>\$ 803.2</u>	<u>100.0%</u>	<u>\$ 819.3</u>	<u>100.0%</u>	<u>\$ 780.2</u>	<u>100.0%</u>
Functional Classification						
Instruction	\$ 270.5	33.6%	\$ 280.3	34.2%	\$ 277.5	35.6%
Research	153.4	19.1%	163.9	20.0%	153.6	19.7%
Public service	59.8	7.4%	59.2	7.2%	51.0	6.5%
Academic support	64.2	8.0%	66.7	8.1%	62.8	8.0%
Student services	33.7	4.2%	35.9	4.4%	36.7	4.7%
Institutional support	68.2	8.5%	68.4	8.4%	59.9	7.7%
Operation and maintenance of plant	65.5	8.2%	63.8	7.8%	58.2	7.5%
Scholarships and fellowships ⁽¹⁾	8.6	1.1%	9.0	1.1%	8.2	1.1%
Auxiliary enterprises	22.1	2.8%	22.1	2.7%	21.8	2.8%
Depreciation	57.2	7.1%	50.0	6.1%	50.5	6.4%
Total	<u>\$ 803.2</u>	<u>100.0%</u>	<u>\$ 819.3</u>	<u>100.0%</u>	<u>\$ 780.2</u>	<u>100.0%</u>

⁽¹⁾ Excludes "scholarship allowances" applied directly to students' tuition and room and board (see pages 12, 14, and 18).

Wayne State University

Management's Discussion and Analysis - Unaudited (Continued)

Operating Expenses

Compensation and benefit expenses decreased \$13.4 million (2.4 percent) in 2012 to \$551.8 million compared to \$565.2 million and \$546.9 million in 2011 and 2010, respectively. The 2012 decrease resulted principally from the one-time costs related to the retirement incentive program (\$10.9 million) offered during fiscal year 2011 and the 2012 impact of the reduction in force (\$5.4 million), offset partially by salary and benefit inflationary cost increases.

Supplies, services, and other expenses increased \$1.5 million (0.8 percent) to \$185.5 million in 2012 compared to \$184.0 million and \$174.6 million in 2011 and 2010, respectively. The increase in 2012 is attributable to increases in several areas including rentals and leases (\$1.2 million), purchases for resale (\$1.1 million), consulting services (\$1.1 million), University sponsorship to support midtown Detroit initiatives (\$1.0 million), combined with various incremental increases in other areas, which were offset by decreases from 2011 as certain one-time costs did not recur in 2012. The 2011 increase was attributable principally to information technology and related project costs (\$2.9 million), consulting services for a review of the University's business processes (\$1.9 million), and a write-off of certain uncollectible grant receivables (\$1.8 million).

Depreciation expense increased \$7.3 million (14.6 percent) to \$57.3 million in 2012 compared to \$50.0 million and \$50.5 million in 2011 and 2010, respectively. Several significant construction and renovation projects were completed during 2011. The increase in depreciation expense in 2012 represents a full year of depreciation for those projects compared to a partial year of expense in 2011.

The loss on impaired asset of \$11.1 million in fiscal year 2011 related to a University building which will be decommissioned after it is vacated. In accordance with GASB Statement No. 42, *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries*, an impairment loss was recognized to revalue the building to fair value as of September 30, 2011. The loss was allocated to the appropriate expense function categories based on the activity conducted in the building.

Total scholarships and fellowships granted in 2012 decreased \$5.6 million (5.2 percent) to \$102.7 million, compared to \$108.3 million in 2011. As previously discussed, Federal Pell grant awards decreased \$7.8 million during 2012, accounting for the majority of the decrease. In 2011, total scholarships and fellowships granted increased \$5.8 million to \$108.3 million compared to the \$102.5 million reported in 2010. The 2011 increase resulted largely from an increase in Federal Pell grant awards of \$3.8 million.

Total scholarships and fellowships granted have two components. The scholarships and fellowships reflected on the table on page 17 of \$8.6 million, \$9.0 million, and \$8.2 million are disbursed directly to students and are reported as operating expenses in 2012, 2011, and 2010, respectively. The remaining amounts for 2012, 2011, and 2010 of \$94.1 million, \$99.3 million, and \$94.3 million, respectively, are applied directly to the students' accounts receivable balances. These amounts are netted against student tuition and fees, or room and board in the Auxiliary Activities Fund, as "scholarship allowances" in the statement of revenues, expenses, and changes in net assets on page 22.

Another way to analyze this same pool of operating expenses is by function.

In this regard, combined expenditures for instruction decreased \$9.8 million (3.5 percent) to \$270.5 million in 2012 and increased \$2.8 million (1.0 percent) to \$280.3 million in 2011, compared to \$277.5 million in 2010. The 2012 decrease was attributable principally to a decrease in compensation-related expenses of approximately \$2.1 million, a decrease in General Fund direct expenses of \$1.9 million, a reduction of \$2.5 million related to the graduate medical education program and approximately \$1.6 million related to the 2011 allocated impairment loss previously discussed.

Wayne State University

Management's Discussion and Analysis - Unaudited (Continued)

Research expenditures decreased \$10.5 million (6.4 percent) in 2012 to \$153.4 million compared to \$163.9 million and \$153.6 million in 2011 and 2010, respectively. The 2012 decrease was attributable principally to approximately \$5.2 million related to the 2011 allocated impairment loss and a decrease in compensation-related expenses of approximately \$3.1 million. The 2011 change was a direct result of the allocated impairment loss discussed above and an increase in compensation-related expenses of approximately \$4.6 million.

Public service expenses increased \$0.6 million (1.0 percent) to \$59.8 million in 2012, compared to \$59.2 million and \$51.0 million in 2011 and 2010, respectively. The expenses in 2012 remained relatively flat. The increase in 2011 of \$8.2 million was largely due to increased activity in the Designated Fund totaling \$7.5 million for new and existing programs.

Institutional support expenses decreased \$0.2 million (0.3 percent) during 2012 to \$68.2 million, compared to \$68.4 million and \$59.9 million in 2011 and 2010, respectively. The expenses in 2012 remained relatively flat as a decrease of \$3.0 million in compensation-related expenses was offset by increases in direct expenses including consulting services (\$1.1 million), University sponsorship to support midtown Detroit initiatives (\$1.0 million), and professional service contracts (\$0.7 million). The 2011 increase was due to several non-recurring factors including \$1.2 million related to the retirement incentive program, \$1.9 million related to consulting services for a review of the University's business processes, \$2.3 million related to an increase in allocated costs for information technology based on project costs incurred during the year, and a write-off of \$1.8 million for certain uncollectible grant receivables. The remaining \$1.3 million increase resulted from the average salary increase of 2.0 percent (\$0.7 million), an increase in fringe benefit costs (\$0.4 million), and an increase in temporary staff (approximately \$0.2 million).

Operation and maintenance of plant expenses increased \$1.7 million (2.7 percent) during 2012 to \$65.5 million. The increase was attributable principally to an increase in non-capitalizable plant projects of \$3.6 million, offset partially by the allocated loss on impaired asset of \$2.0 million which was recognized in 2011. The 2011 increase of \$5.6 million related to the allocated loss on impaired asset discussed above, an increase in non-capitalizable plant projects of \$1.3 million, combined with an increase in compensation-related expenses of \$1.8 million which was attributable principally to an increase in fringe benefit costs (\$0.8 million), the retirement incentive program (\$0.6 million), and an average salary increase of 2.0 percent (\$0.3 million).

Nonoperating Expenses

Interest expense totaled \$19.1 million, \$18.4 million, and \$20.2 million in 2012, 2011, and 2010, respectively. Interest expense in 2012 and 2011 was net of a federal subsidy of \$0.6 million related to the Series 2009B Build America Bonds.

The decrease in other expenses of \$0.9 million in 2012 to \$1.4 million, compared to \$2.3 million in 2011, is attributable principally to the reduced loss on disposal of capital assets.

Statement of Cash Flows

The statement of cash flows provides information about the University's cash receipts and cash disbursements during the fiscal year. Unlike the statement of revenues, expenses, and changes in net assets, which reports revenues when they are earned and expenses when they are incurred regardless of when cash is received or disbursed, the statement of cash flows reports actual cash received and disbursed during the period. The focus of the statement of cash flows is on the resulting increase or decrease in cash and temporary investments. The statement of cash flows assists the users in assessing the University's ability to meet its obligations as they come due and the needs for external financing.

Wayne State University

Management's Discussion and Analysis - Unaudited (Continued)

A comparative summary of the statement of cash flows for the years ended September 30, 2012, 2011, and 2010 is as follows:

	2012	2011	2010
	(in millions)		
Cash and temporary investments (used in) provided by:			
Operating activities	\$ (223.6)	\$ (225.9)	\$ (216.7)
Noncapital financing activities	269.9	298.1	299.9
Capital and related financing activities	(68.4)	(80.1)	(53.3)
Investing activities	<u>21.2</u>	<u>23.6</u>	<u>(3.0)</u>
Net (decrease) increase in cash and temporary investments	(0.9)	15.7	26.9
Cash and Temporary Investments - Beginning of year	<u>395.2</u>	<u>379.5</u>	<u>352.6</u>
Cash and Temporary Investments - End of year	<u>\$ 394.3</u>	<u>\$ 395.2</u>	<u>\$ 379.5</u>

Cash flows provided by operating activities reflect tuition and fees, grants and contracts, and auxiliary and departmental activities. Major components include payment of wages, employee benefits, supplies, utilities, and scholarships. The most significant source of cash flows provided by noncapital financing activities is the state operating appropriation, which totaled \$182.0 million, \$214.2 million, and \$214.3 million in 2012, 2011, and 2010, respectively. Cash flows from capital and related financing activities represent plant fund and related long-term debt activities and capital gifts. Cash flows from investing activities includes uses of cash to purchase investments, increases in cash and equivalents as a result of selling investments, and income earned on cash and temporary investments. Investing activities also include cash proceeds from the sale of bond-related investments to finance construction expenditures.

Economic Factors That Will Affect the Future

The Michigan economy is recovering and is expected to have a positive impact on state revenues. The University is optimistic regarding the possibility of future increases in state appropriations for higher education.

		September 30	
		2012	2011
Assets			
Current Assets			
Cash and temporary investments (Note 2)		\$ 394,304,748	\$ 395,275,673
Current receivables - Net (Note 3)		110,582,662	116,235,694
Inventories		1,439,867	1,457,515
Prepaid expenses and deposits		34,655,135	31,528,927
	Total current assets	540,982,412	544,497,809
Noncurrent Assets			
Investments (Note 2)		263,816,079	235,047,152
Noncurrent receivables - Net (Note 3)		31,441,690	33,336,183
Unamortized bond issue costs		3,141,330	3,269,468
Capital assets - Net (Note 4)		753,486,070	770,751,244
	Total noncurrent assets	1,051,885,169	1,042,404,047
	Total assets	<u>\$ 1,592,867,581</u>	<u>\$ 1,586,901,856</u>
Liabilities and Net Assets			
Current Liabilities			
Accounts payable and accrued liabilities		\$ 101,474,901	\$ 99,418,851
Deferred income		148,896,600	145,543,601
Deposits		7,267,555	7,131,736
Long-term debt - Current portion (Note 5)		11,585,763	11,131,926
	Total current liabilities	269,224,819	263,226,114
Noncurrent Liabilities			
Federal portion of student loan funds		29,450,479	28,634,050
Accrued employee benefits		14,777,249	15,493,181
Long-term debt - Net of current portion (Note 5)		386,778,395	398,928,930
Derivative instruments (Note 6)		525,152	1,563,948
	Total noncurrent liabilities	431,531,275	444,620,109
	Total liabilities	700,756,094	707,846,223
Net Assets			
Invested in capital assets - Net of related debt		357,738,091	362,727,810
Restricted:			
Nonexpendable		152,534,955	144,372,164
Expendable		172,100,095	151,916,172
Unrestricted		209,738,346	220,039,487
	Total net assets	892,111,487	879,055,633
	Total liabilities and net assets	<u>\$ 1,592,867,581</u>	<u>\$ 1,586,901,856</u>

Wayne State University

Statement of Revenues, Expenses, and Changes in Net Assets

	Year Ended September 30	
	2012	2011
Operating Revenues		
Student tuition and fees	\$ 321,826,286	\$ 310,753,529
Less scholarship allowances	(90,507,089)	(96,061,398)
Net student tuition and fees	231,319,197	214,692,131
Federal grants and contracts	119,728,158	126,387,073
State and local grants and contracts	10,282,080	15,652,475
Nongovernmental grants and contracts	101,407,688	109,456,901
Departmental activities	20,812,554	21,176,104
Auxiliary enterprises - Net of scholarship allowances of \$3,581,996 in 2012 and \$3,198,428 in 2011	30,695,962	30,872,124
Other operating revenues	2,433,763	2,649,585
Total operating revenues	516,679,402	520,886,393
Operating Expenses (Note 10)		
Instruction	270,461,440	280,336,086
Research	153,453,343	163,944,192
Public service	59,788,903	59,198,595
Academic support	64,244,303	66,689,263
Student services	33,669,432	35,865,531
Institutional support	68,190,141	68,357,136
Operation and maintenance of plant	65,555,610	63,753,133
Scholarships and fellowships	8,560,768	9,004,147
Auxiliary enterprises	22,057,596	22,145,969
Depreciation	57,257,039	49,998,747
Total operating expenses	803,238,575	819,292,799
Operating Loss	(286,559,173)	(298,406,406)
Nonoperating Revenues (Expenses)		
State operating appropriation	182,034,292	214,167,658
Federal Pell grants	38,582,170	46,379,965
Gifts	38,310,833	29,034,023
Investment income including change in fair value of derivatives of \$1,038,797 in 2012 and \$116,639 in 2011	53,001,934	943,500
Interest on capital asset - Related debt	(19,103,058)	(18,438,182)
Loss on capital assets retired	(1,300,156)	(2,255,755)
Other	1,086,217	561,005
Net nonoperating revenues	292,612,232	270,392,214
Income (Loss) Before Other Revenues	6,053,059	(28,014,192)
Other Revenues		
State capital appropriation	7,121	-
Capital gifts	195,075	7,276,027
Gifts for permanent endowments	6,800,599	5,067,266
Total other revenues	7,002,795	12,343,293
Increase (Decrease) in Net Assets	13,055,854	(15,670,899)
Net Assets		
Beginning of year	879,055,633	894,726,532
End of year	\$ 892,111,487	\$ 879,055,633

Statement of Cash Flows

	Year Ended September 30	
	2012	2011
Cash Flows from Operating Activities		
Tuition and fees - Net	\$ 225,266,870	\$ 222,768,076
Grants and contracts	246,833,794	241,674,735
Auxiliary enterprises	29,240,514	31,202,233
Departmental activities	21,180,930	21,423,172
Loans issued to students	(3,309,444)	(2,815,186)
Collection of loans from students	3,227,770	3,930,546
Scholarships and fellowships	(9,740,323)	(10,477,367)
Payments to suppliers	(183,290,207)	(182,217,282)
Payments to employees and benefit providers	(555,494,928)	(553,993,692)
Other receipts	2,433,878	2,650,845
Net cash used in operating activities	(223,651,146)	(225,853,920)
Cash Flows from Noncapital Financing Activities		
State operating appropriation	182,034,292	214,167,658
Federal Pell grants	38,582,170	46,379,965
Gifts	38,533,157	29,923,179
Gifts for permanent endowments	6,875,688	5,007,062
External student lending receipts	230,226,996	236,918,424
External student lending disbursements	(229,867,210)	(237,217,121)
Other	3,512,407	2,945,591
Net cash provided by noncapital financing activities	269,897,500	298,124,758
Cash Flows from Capital and Related Financing Activities		
State capital appropriation	7,120	148,298
Capital gifts and grants	2,262,622	9,608,061
Expenditures for capital assets	(40,882,086)	(59,862,466)
Principal paid on capital debt	(10,510,000)	(11,425,000)
Interest paid on capital debt	(19,266,821)	(18,572,159)
Net cash used in capital and related financing activities	(68,389,165)	(80,103,266)
Cash Flows from Investing Activities		
Investment income - Net	22,551,945	10,474,259
Proceeds from sales and maturities of investments	75,955,362	148,450,881
Purchase of investments	(77,335,421)	(135,353,920)
Net cash provided by investing activities	21,171,886	23,571,220
Net (Decrease) Increase in Cash and Temporary Investments	(970,925)	15,738,792
Cash and Temporary Investments - Beginning of year	395,275,673	379,536,881
Cash and Temporary Investments - End of year	\$ 394,304,748	\$ 395,275,673
Reconciliation of Operating Loss to Net Cash from Operating Activities		
Operating loss	\$ (286,559,173)	\$ (298,406,406)
Adjustments to reconcile operating loss to net cash from operating activities:		
Depreciation expense	57,257,039	49,998,747
Loss on impaired asset	-	11,091,598
Decrease (increase) in assets of current operating funds:		
Receivables - Net	6,453,518	(7,663,933)
Prepaid expenses and inventories	(3,108,474)	(2,357,962)
Increase (decrease) in liabilities of current operating funds:		
Accounts payable and accrued liabilities	991,447	10,687,055
Deposits	85,524	(175,598)
Deferred income	1,928,271	8,192,872
Accrued employee benefits	(699,298)	2,779,707
Net cash used in operating activities	\$ (223,651,146)	\$ (225,853,920)

Note I - Basis of Presentation and Significant Accounting Policies

Overview

Wayne State University (the "University") is a state-supported institution with fall 2012 enrollment of approximately 28,900 students. The financial statements include the individual schools, colleges, and departments and the controlled organization. The controlled organization of the University is the Wayne State University Foundation (the "Foundation"), which manages approximately 99 percent of the University's endowment funds. While the University is a political subdivision of the State of Michigan, it is not a component unit of the State of Michigan as defined by the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*. The University is classified as a state instrumentality under Internal Revenue Code Section 115 and is also classified as an educational organization under Internal Revenue Code Section 501(c)(3), and is generally exempt from federal and state income taxes. Certain activities of the University may be subject to taxation as unrelated business income under Internal Revenue Code Sections 511 to 514.

Basis of Presentation

The financial statements have been prepared in accordance with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). In addition, the University applies all applicable Financial Accounting Standards Board (FASB) statements and interpretations, Accounting Principles Board (APB) opinions, and accounting research bulletins of the Committee on Accounting Procedures issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The University has elected not to apply FASB pronouncements issued after November 30, 1989. In accordance with GASB principles, the balance sheet, statement of revenues, expenses, and changes in net assets, and statement of cash flows are reported on a combined basis and all intra-University transactions are eliminated.

Net Assets - Consistent with GASB principles, the University reports its net assets in four categories:

- **Invested in Capital Assets - Net of Related Debt** - The University's investment in capital assets, net of accumulated depreciation, and outstanding principal balances of debt issued for the acquisition, construction, or improvement of those assets. Changes from year to year result from capital additions, issuance and payments of long-term debt, retirement of assets, and depreciation expense.
- **Restricted Nonexpendable** - The corpus portion of gifts to the University's permanent true endowment funds, certain University funds which have been specifically allocated and restricted pursuant to specific agreements with individuals or entities, and the University's required funding match for federal student loans and donor-restricted University loans.
- **Restricted Expendable** - Gifts and sponsored and governmental grants and contracts, which are subject to externally imposed restrictions governing their use (scholarships, academic and research programs, and capital projects). This category of net assets also includes undistributed accretion from investments of permanent true endowments and funds functioning as endowments with externally imposed restrictions.

Note I - Basis of Presentation and Significant Accounting Policies (Continued)

- **Unrestricted** - Funds which are not subject to externally imposed restrictions; however, most of the University's unrestricted net assets are designated by the Board of Governors and/or management for various academic, research and administrative programs and capital projects. Unrestricted net assets also include certain funds functioning as endowments which have no externally imposed restrictions.

Summary of Significant Accounting Policies

The accompanying financial statements have been prepared on the accrual basis. The University reports its operations as a business-type activity. Business-type activities are those that are financed in whole or in part by fees charged to external parties for goods or services.

Scholarships and fellowships applied directly to student accounts are shown as a reduction to gross student tuition and fees and auxiliary enterprises revenue. Scholarships and fellowships disbursed directly to students are presented as scholarship and fellowship expenses.

Operating activities, as reported in the statement of revenues, expenses, and changes in net assets, are those activities that generally result from exchange transactions, such as revenues received for tuition and fees, grants and contracts revenue for services performed on sponsored programs, or expenses paid for goods or services. Nonoperating revenues are generally non-exchange in nature. State appropriation, Pell grant revenue, gifts, and investment activity are non-exchange transactions.

Preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Investments - Investments in marketable securities are recorded at market value as established by the major securities markets. Purchases and sales of investments are accounted for on the trade date basis. Realized and unrealized gains and losses are reported as investment income. Nonmarketable investments are valued based on the most recent available data.

For donor-restricted endowments, the Uniform Management of Institutional Funds and Uniform Prudent Management of Institutional Funds Acts, as adopted in Michigan on September 15, 2009, permits the Board of Governors to spend an amount of realized and unrealized endowment appreciation as they deem prudent. The University's policy is to retain the realized and unrealized appreciation with the endowment after the spending policy distributions are applied. The University's endowment rate spending policy provides for an annual distribution of 5.00 percent of a three-year moving average of the market value of endowment assets, measured at quarterly intervals. Of this annual distribution, 4.50 percent is transferred to the beneficiary or operating program accounts and 0.5 percent is used for administration of the University's development efforts.

Note I - Basis of Presentation and Significant Accounting Policies (Continued)

Deferred Income - Deferred income represents amounts received and/or receivable in advance of an event or in advance of incurring the related costs. This includes 75 percent of the student tuition and fees for the current fall term received or due prior to October 1, with the remaining 25 percent being recognized as revenue during the current fiscal year. It also includes amounts received from grant and contract sponsors which have not yet been earned under the terms of the underlying agreements. Deferred income will be recognized as revenue in subsequent periods commensurate with generally accepted accounting principles and/or the applicable grant and contract terms and conditions.

Derivative Instruments - Derivative instruments consist of interest rate swap agreements and are stated at fair value based on the proprietary pricing model.

Inventories - Inventories are stated at the lower of cost or market.

Prepaid Expenses and Deposits - Prepaid expenses and deposits primarily represent cash payments made in advance of when the related expenditures are recognized for financial statement purposes. The balances at fiscal year end consist primarily of prepaid student financial aid which is paid to students at the beginning of the fall term each fiscal year, with the expense recognized for accounting purposes over the financial reporting period (fall semester) to which it relates.

Capital Assets - Capital assets are recorded at cost or, if acquired by gift, at the fair market value as of the date of donation. Depreciation is computed on the straight-line method over the estimated service lives (5 to 40 years) of the respective assets.

Revenue Recognition - State operating appropriations are recognized in the period for which they are appropriated. Grants and contracts revenue is recognized as the related expenditures are incurred. State capital appropriations, funded through the State Building Authority, are recognized as eligible capital project expenditures are incurred.

Pledges and bequests of financial support from corporations, foundations, and individuals are recognized as revenue when a pledge representing an unconditional promise to give is received and all eligibility requirements, including time requirements, have been met. In the absence of such a promise, revenue is recognized when the gift is received. Endowment pledges and conditional promises do not meet eligibility requirements, as defined by GASB Statement No. 33, *Financial Reporting for Non-Exchange Transactions*, and are not recorded as assets until the related gifts are received.

Donor unconditional promises to give that are expected to be collected in future years are recorded at the present value of the estimated future cash flows. The discounts on these amounts are computed using risk-free interest rates applicable to the years in which the promises are made, commensurate with expected future payments. The allowance for uncollectible pledge receivables is provided based on management's judgment of potential uncollectible amounts.

Note 1 - Basis of Presentation and Significant Accounting Policies (Continued)

The University disbursed approximately \$229,867,000 and \$237,217,000 in 2012 and 2011, respectively, for student loans through the U.S. Department of Education federal direct lending and federal guaranteed student loan programs. These disbursements and the related receipts are not included as revenue or expenditures in the accompanying statement of revenues, expenses, and changes in net assets. The disbursements and related receipts are reflected in the noncapital financing activities section of the statement of cash flows.

Note 2 - Cash and Investments

Cash and investments, by balance sheet classification and investment type, at September 30, 2012 and 2011 are as follows:

Classification	2012	2011
Cash and temporary investments	\$ 394,304,748	\$ 395,275,673
Investments:		
Endowment Fund	260,817,964	230,508,264
Plant Fund - Invested bond proceeds and related earnings	2,998,115	4,538,888
Total investments	<u>263,816,079</u>	<u>235,047,152</u>
Total cash and investments	<u>\$ 658,120,827</u>	<u>\$ 630,322,825</u>

Type	2012	2011
Fixed income	\$ 436,498,669	\$ 429,250,278
Equity securities	99,691,129	75,086,976
Certificates of deposit and savings accounts	110,436	109,517
Real estate investment pool and other investments	78,716	158,172
Commingled investment funds	87,883,641	71,991,654
Other	2,060,879	1,541,267
Cash and checks issued - Net	<u>31,797,357</u>	<u>52,184,961</u>
Total cash and investments	<u>\$ 658,120,827</u>	<u>\$ 630,322,825</u>

The University's cash and temporary investments provided a return of 4.4 percent and .5 percent for the fiscal years ended September 30, 2012 and 2011, respectively. The University's endowment-related investments provided a return of 15.4 percent and -1.4 percent for the years ended September 30, 2012 and 2011, respectively.

Note 2 - Cash and Investments (Continued)

Investment Policies

Cash and temporary investments and bond proceed investments are managed in accordance with the Board of Governors' cash management policy. The University adopted a new policy in December 2011. This policy sets a general target allocation for its investments as follows:

Asset Class	Quality Limits (Standards & Poor's/Moody's)	Target	Range	Actual at September 30, 2012
Short-term Liquidity Portfolio	A/A	30%	15% - 70%	29%
Core Portfolio	BBB-/Baa3	62%	30% - 85%	65%
Opportunistic Portfolio	B-/B3	8%	0% - 12%	6%

The new investment policy permits investments in corporate debt and securitized investments with up to a seven-year duration, certain additional securitized investments and fixed-income funds with intermediate duration, multi-strategy and short-term high-yield strategies, in addition to the prior cash management policies' permitted investments in money market funds, U.S. government and government agency obligations, municipal obligations, certificates of deposit, commercial paper, corporate fixed-income securities with limited maturities, and instruments that were selected and approved by the Common Fund Short and Intermediate term investment pools, including the Global Fund.

The Foundation manages approximately 99 percent of the endowment investments. They are managed in accordance with the Statement of Investment Policy (the "Endowment Investment Policy") as approved by the Foundation's board of directors. Certain investments which are restricted by external agreements or by special donor restrictions are not subject to these policies.

The endowment investment policy sets a general target allocation for investments as follows:

Investment Instrument	Target	Range	Actual at September 30, 2012
U.S. equities	30%	20% - 40%	24%
Non-U.S. equities	15%	10% - 30%	15%
Fixed-income securities	20%	10% - 50%	25%
Global asset allocation strategies	15%	0% - 20%	12%
Hedge funds	15%	5% - 25%	6%
Real assets	5%	0% - 15%	14%
Opportunistic investments	0%	0% - 15%	2%
Cash	0%	0% - 25%	2%

Note 2 - Cash and Investments (Continued)

The Foundation's board of directors approved an allocation to "opportunistic investments" in order to take advantage of investment strategies that become attractive from a valuation standpoint from time to time. Recognizing that opportunistic investments may not always be available, a target of 0 percent was established. Also, in order to address periods of abnormally high volatility that may arise periodically in the capital markets, an allocation to cash was approved with a target of 0 percent.

The endowment investment policy uses diversification as a fundamental risk management strategy and these funds are broadly diversified. This policy does not specifically limit interest rate, credit, concentration of credit, or foreign currency risks. These risks are considered as part of the overall risk versus investment return characteristics of the aggregate Endowment Fund investment portfolio when establishing its asset allocation and selecting its investment managers. Investments are managed in accordance with the endowment investment policy and are monitored according to the risk versus investment return characteristics as compared to applicable benchmarks in the investment industry.

Commingled investment funds in the Endowment Fund are comprised of global asset allocation investment managers, hedge fund managers, and opportunistic managers who invest in U.S. and international equities and fixed-income instruments. Due to the pooled nature of these investments, the related amounts are not included in the disclosures that follow. Additionally, certain managers utilize derivatives to manage investment risks to increase their portfolio liquidity and flexibility and to increase investment return within the level of risk defined in the manager's investment guidelines.

Custodial Credit Risk

For amounts deposited in commercial banks, custodial credit risk is the risk that, in the event of a bank failure, the University's deposits may not be available or returned. The University does not have a deposit policy governing custodial credit risk. At September 30, 2012 and 2011, the carrying amount of these deposits was fully insured and totaled \$37,960,416 and \$57,928,479, respectively.

For investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the University may not be able to recover the value of its investments that are in the possession of an outside party. The counterparty is the firm that sells investments to or buys them from the University. Cash management and endowment investment policies do not limit the value of investments that may be held by an outside party. Investments in external investment pools and open-ended mutual funds are not exposed to custodial credit risk because their existence is not evidenced by securities that exist in physical or book entry form. The University's counterparties held \$282,255,267 and \$216,472,734 of its portfolio at September 30, 2012 and 2011, respectively. These investments are either held in the name of the University or a nominee's name for the benefit of the University, and would not be subject to any general creditor claims.

Note 2 - Cash and Investments (Continued)

Credit Risk

Credit risk is the risk that an issuer or counterparty to an investment will not fulfill its obligations. Nationally recognized rating organizations, such as Moody's and Standard & Poor's, assign credit ratings to security issuers and issues that indicate a measure of potential credit risk to investors. To limit its exposure to credit risk, the new cash management policy limits the minimum acceptable credit rating of individual investments as follows (Moody's/Standard & Poor's/Fitch): commercial paper (P1/A1/F1); fixed-income securities in the "liquidity" investment portfolio (A/A); fixed-income securities in the "core" investment portfolio (Baa3/BBB-); fixed-income securities in the "opportunistic" investment portfolio (B3/B-).

The cash management policy in effect prior to December 2011 limited investments in both municipal obligations and corporate fixed-income securities to A/A. For both years, the University was in compliance with its credit risk policy.

As discussed previously, the Endowment investment policy does not specifically limit the credit risk that an issuer or counterparty to an investment assumes.

Fixed-income investments classified by credit ratings at September 30, 2012 and 2011 were as follows:

Investment Type	2012 Credit Rating							Total
	AAA	AA	A	BBB	Below BB	A1/P1	Not Rated	
U.S. Treasuries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 56,211,492	\$ 56,211,492
U.S. government-sponsored enterprises	-	3,205,627	-	-	-	-	-	3,205,627
Securitized investments	10,494,091	1,043,002	2,934,106	1,301,004	-	-	-	15,772,203
Money market mutual funds	4,054,832	-	-	-	-	-	3,428,479	7,483,311
Corporate securities	2,097,236	10,173,187	43,502,662	56,624,589	1,202,207	-	-	113,599,881
Commercial paper	-	-	-	-	-	13,998,260	-	13,998,260
Fixed-income institutional bond funds	10,122,250	126,141,504	13,256,241	29,393,545	-	-	-	178,913,540
High yield short-term fund	-	-	-	-	32,075,598	-	-	32,075,598
Non-U.S. fixed-income securities	503,755	2,843,155	6,954,980	4,936,867	-	-	-	15,238,757
Investments by rating	<u>\$ 27,272,164</u>	<u>\$ 143,406,475</u>	<u>\$ 66,647,989</u>	<u>\$ 92,256,005</u>	<u>\$ 33,277,805</u>	<u>\$ 13,998,260</u>	<u>\$ 59,639,971</u>	<u>\$ 436,498,669</u>

Investment Type	2011 Credit Rating							Total
	AAA	AA	A	BBB	Below BB	A1/P1	Not Rated	
U.S. Treasuries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 75,523,689	\$ 75,523,689
U.S. government-sponsored enterprises	5,014,200	3,614,132	-	-	-	-	-	8,628,332
U.S. government guaranteed bank securities	10,120,900	-	-	-	-	-	-	10,120,900
Securitized investments	3,055,707	354,186	1,035,094	-	-	-	-	4,444,987
Money market mutual funds	185,636,069	-	-	-	-	-	400,178	186,036,247
Corporate securities	-	2,229,202	3,588,305	309,462	-	-	-	6,126,969
Commercial paper	-	-	-	-	-	64,954,042	-	64,954,042
Fixed-income institutional bond funds	-	36,546,703	-	17,235,945	-	-	-	53,782,648
High yield short-term fund	-	-	-	-	19,386,523	-	-	19,386,523
Non-U.S. fixed-income securities	-	-	245,941	-	-	-	-	245,941
Investments by rating	<u>\$ 203,826,876</u>	<u>\$ 42,744,223</u>	<u>\$ 4,869,340</u>	<u>\$ 17,545,407</u>	<u>\$ 19,386,523</u>	<u>\$ 64,954,042</u>	<u>\$ 75,923,867</u>	<u>\$ 429,250,278</u>

Note 2 - Cash and Investments (Continued)

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of investment in a single issuer of fixed-income securities. The new cash management policy provides that investment pool funds be sufficiently diversified and investment in the securities of a single issuer shall not be in excess of 5 percent of the total market value of the assets under management at the time of purchase (excluding U.S. Treasury and Agency obligations and commingled funds). Total funds in any investment mandate shall not constitute more than 30 percent of the cash pool. Commingled funds' concentration of credit risk is managed in accordance with the fund managers' policies.

The policy in effect prior to December 2011 provided that no more than 10 percent of its assets could be in any particular issue. Direct placements were limited to 20 percent of total resources with any given institution (banks, companies, or other institutions), including investment pools. The foregoing restrictions do not apply to securities that are issued or fully guaranteed by the United States government.

The University is in compliance with its concentration of credit risk policy.

As discussed previously, the Endowment investment policy does not specifically limit the concentration of credit risk. This is the risk that an issuer or counterparty to an investment will not fulfill its obligations.

As of September 30, 2012 and 2011, the University's combined cash and temporary investments and endowment investment portfolio did not have investments with a particular issuer which equaled or exceeded 5 percent.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. As a means of limiting exposure to fair value losses resulting from rising interest rates, the cash management policy limits the maturities or duration of its investments. The new policy limits the maximum average duration of the pool to five years and the maximum duration of any individual security held to seven years. Commingled funds' interest rate risk is managed in accordance with the fund managers' policies.

The policy in effect prior to December 2011 stated that securities exceeding maturities of one year were limited to corporate fixed-income securities maturing in less than or equal to three years, U.S. Treasury notes and instruments maturing in less than or equal to seven years, and intermediate-term investment pools (those with securities maturing on an average of seven years or less). Additionally, securities with maturities exceeding one year were limited to 70 percent of the total short-term cash pool. For both years, the University was in compliance with its interest rate risk policy.

As discussed previously, the Endowment investment policy does not specifically limit the interest rate risk of its investments.

Note 2 - Cash and Investments (Continued)

The University held the following types of fixed-income investments and maturities at September 30, 2012 and 2011:

Investment Type	2012 Maturities (in Years)				Total
	Less Than 1	1-5	6-10	More Than 10	
U.S. Treasuries	\$ 20,092,200	\$ 36,119,292	\$ -	\$ -	\$ 56,211,492
U.S. government-sponsored enterprises	2,418,140	787,487	-	-	3,205,627
Securitized investments ⁽¹⁾	-	4,559,529	625,616	10,587,058	15,772,203
Money market mutual funds ⁽²⁾	7,483,311	-	-	-	7,483,311
Corporate securities	5,356,841	77,298,080	29,932,258	1,012,702	113,599,881
Commercial paper	13,998,260	-	-	-	13,998,260
Fixed-income institutional bond funds ⁽²⁾	20,155,680	99,855,327	29,508,988	29,393,545	178,913,540
High yield short-term fund ⁽²⁾	-	32,075,598	-	-	32,075,598
Non-U.S. fixed-income securities	945,908	13,092,535	1,200,314	-	15,238,757
Total fixed-income investments	\$ 70,450,340	\$ 263,787,848	\$ 61,267,176	\$ 40,993,305	\$ 436,498,669

Investment Type	2011 Maturities (in Years)				Total
	Less Than 1	1-5	6-10	More Than 10 ⁽³⁾	
U.S. Treasuries	\$ 10,050,800	\$ 65,472,889	\$ -	\$ -	\$ 75,523,689
U.S. government-sponsored enterprises	-	8,628,332	-	-	8,628,332
U.S. government guaranteed bank securities	10,120,900	-	-	-	10,120,900
Securitized investments ⁽¹⁾	-	4,182,922	262,065	-	4,444,987
Money market mutual funds ⁽²⁾	186,036,247	-	-	-	186,036,247
Corporate securities	439,732	5,687,237	-	-	6,126,969
Commercial paper	64,954,042	-	-	-	64,954,042
Fixed-income institutional bond funds ⁽²⁾	-	14,601,152	21,945,551	17,235,945	53,782,648
High yield short-term fund ⁽²⁾	-	19,386,523	-	-	19,386,523
Non-U.S. fixed-income securities	-	245,941	-	-	245,941
Total fixed-income investments	\$ 271,601,721	\$ 118,204,996	\$ 22,207,616	\$ 17,235,945	\$ 429,250,278

⁽¹⁾ The effective maturity on securitized investments can be significantly less than the legal maturity date.

⁽²⁾ The maturities indicated for these funds are the average of the overall pool.

⁽³⁾ Endowment Fund only

Foreign Currency Risk

Foreign currency risk represents the risk that changes in exchange rates will adversely affect the fair value of an investment. The University's cash management policy does not specifically limit foreign currency exposure. The cash and temporary investments portfolio included investments denominated in a foreign currency totaling \$8,464,026 and \$0 at September 30, 2012 and 2011, respectively. The 2012 balance includes investments denominated in European Union euros (euros) (\$2.5 million), the Canadian dollar (\$2.2 million), and the Mexican peso (\$1.2 million).

Note 2 - Cash and Investments (Continued)

As previously discussed, the Endowment investment policy does not specifically limit foreign currency risk.

Endowment Fund investments in non-U.S. equities totaled \$39,594,369 and \$30,773,617, approximately 15 percent and 13 percent of the University's total endowment fund investments, at September 30, 2012 and 2011, respectively. Included in the amount at September 30, 2012 was foreign currency exposure to the euro (\$5.4 million), the United Kingdom British Pound Sterling (\$4.8 million), the Japanese yen (\$3.9 million), and the Brazilian real (\$3.3 million). Included in the amount at September 30, 2011 was foreign currency exposure to the euro (\$4.4 million), the United Kingdom British Pound Sterling (\$3.6 million), the Japanese yen (\$3.5 million), and the Brazilian real (\$2.7 million).

Endowment fund investments in fixed-income institutional bond funds with currency exposure totaled \$10,193,458 and \$18,989,381 at September 30, 2012 and 2011, respectively. Included in the amount at September 30, 2012 was foreign currency exposure to the Canadian dollar (\$3.0 million) and the euro (\$2.4 million). Included in the amount at September 30, 2011 was foreign currency exposure to the euro (\$5.6 million), the Canadian dollar (\$3.4 million), and the Brazilian real (\$3.3 million).

During 2012, the University Foundation entered into limited partnership agreements with three investment managers. Approximately \$9,752,000 of the initial \$16,000,000 investment commitment remains outstanding as of September 30, 2012 and will be funded by rebalancing the Foundation's endowment portfolio.

Note 3 - Receivables

At September 30, 2012 and 2011, receivables consist of the following:

	2012	2011
Grants and contracts receivable	\$ 21,803,259	\$ 23,727,959
Pledged gifts receivable	18,796,167	20,985,230
Student notes receivable	26,954,257	27,373,734
Student accounts receivable	64,819,061	55,888,092
Other	27,660,937	38,343,343
Total	160,033,681	166,318,358
Less:		
Provision for loss on receivables	(17,275,390)	(15,786,515)
Unamortized discount to present value on pledged gifts receivable	(733,939)	(959,966)
Total	142,024,352	149,571,877
Less net current portion of receivables	(110,582,662)	(116,235,694)
Net noncurrent receivables	<u>\$ 31,441,690</u>	<u>\$ 33,336,183</u>

Note 3 - Receivables (Continued)

Payments on pledged gifts receivable at September 30, 2012 are expected to occur in the following fiscal years:

2013	\$ 14,166,642
2014-2024	<u>4,629,525</u>
Total	<u>\$ 18,796,167</u>

Student notes receivable consist of loans to students made from both federal and University resources. Principal repayment and interest rate terms on these loans vary considerably. The provision for loss on receivables does not apply to the federal portion of federal student notes receivable, since federal regulations do not require the University to provide reserves on the federal portion of uncollectible student loans. Federal loan programs are funded principally with federal advances to the University from the Perkins and various health profession loan programs.

Note 4 - Capital Assets

Capital assets activity for the years ended September 30, 2012 and 2011 was as follows:

	Balance September 30, 2011	Additions	Retirements	Balance September 30, 2012
Land improvements	\$ 22,910,015	\$ 1,987,604	\$ -	\$ 24,897,619
Buildings	1,110,622,712	18,086,430	(215,602)	1,128,493,540
Library materials	137,293,027	5,840,958	(716,900)	142,417,085
Equipment and software	<u>175,708,113</u>	<u>11,236,192</u>	<u>(10,763,359)</u>	<u>176,180,946</u>
Subtotal - Depreciable assets	1,446,533,867	37,151,184	(11,695,861)	1,471,989,190
Land	36,015,163	94,942	-	36,110,105
Construction in progress	<u>10,593,536</u>	<u>4,045,895</u>	<u>-</u>	<u>14,639,431</u>
Subtotal - Nondepreciable assets	<u>46,608,699</u>	<u>4,140,837</u>	<u>-</u>	<u>50,749,536</u>
Total	1,493,142,566	41,292,021	(11,695,861)	1,522,738,726
Less accumulated depreciation:				
Land improvements	14,472,192	785,965	-	15,258,157
Buildings	451,744,729	42,635,255	(82,099)	494,297,885
Library materials	115,550,070	3,388,645	-	118,938,715
Equipment and software	<u>140,624,331</u>	<u>10,447,174</u>	<u>(10,313,606)</u>	<u>140,757,899</u>
Total accumulated depreciation	<u>722,391,322</u>	<u>57,257,039</u>	<u>(10,395,705)</u>	<u>769,252,656</u>
Net capital assets	<u>\$ 770,751,244</u>	<u>\$(15,965,018)</u>	<u>\$(1,300,156)</u>	<u>\$ 753,486,070</u>

Note 4 - Capital Assets (Continued)

	Balance September 30, 2010	Additions	Impairments	Retirements	Balance September 30, 2011
Land improvements	\$ 22,737,286	\$ 172,729	\$ -	\$ -	\$ 22,910,015
Buildings	1,044,466,767	77,247,543	(11,091,598)	-	1,110,622,712
Library materials	132,991,628	6,321,846	-	(2,020,447)	137,293,027
Equipment and software	165,069,624	11,585,507	-	(947,018)	175,708,113
Subtotal - Depreciable assets	1,365,265,305	95,327,625	(11,091,598)	(2,967,465)	1,446,533,867
Land	35,130,330	884,833	-	-	36,015,163
Construction in progress	47,819,811	(37,226,275)	-	-	10,593,536
Subtotal - Nondepreciable assets	82,950,141	(36,341,442)	-	-	46,608,699
Total	1,448,215,446	58,986,183	(11,091,598)	(2,967,465)	1,493,142,566
Less accumulated depreciation:					
Land improvements	13,675,064	797,128	-	-	14,472,192
Buildings	415,548,594	36,196,135	-	-	451,744,729
Library materials	112,142,451	3,407,619	-	-	115,550,070
Equipment and software	131,738,176	9,597,865	-	(711,710)	140,624,331
Total accumulated depreciation	673,104,285	49,998,747	-	(711,710)	722,391,322
Net capital assets	\$ 775,111,161	\$ 8,987,436	\$ (11,091,598)	\$ (2,255,755)	\$ 770,751,244

Construction in progress represents expenditures for new projects that are underway but not yet completed. As projects are completed, they are removed from construction in progress and recorded as "additions" and reflected in the applicable asset classification. Interest of \$0 and \$1,126,000 was capitalized in 2012 and 2011, respectively.

Fiscal year 2011 operating expenses include an impairment loss of \$11,092,000 to revalue a University building which will no longer be used to fair value as of September 30, 2011. The loss is allocated to the appropriate expense function categories in the statement of revenues, expenses, and changes in net assets based on the activity conducted in the building.

Several buildings on campus were financed through the issuance of bonds by the State of Michigan Building Authority (SBA). The SBA bonds are secured by a pledge of rentals to be received from the State of Michigan pursuant to a lease agreement entered into among the SBA, the State of Michigan, and the University. During the lease term, the SBA holds title to the buildings, the State of Michigan makes all lease payments directly to the SBA, and the University is responsible for all operating and maintenance costs. At the expiration of the lease, the SBA will transfer title to the buildings to the University.

Note 5 - Long-term Debt

Long-term debt activity for the years ended September 30, 2012 and 2011 was as follows:

	2012				
	Beginning Balance	Additions	Reductions	Ending Balance	Current Portion
General Revenue Bonds, Series 2009A, with interest ranging from 2.0% to 5.0%, maturing November 15, 2029	\$ 108,575,000	\$ -	\$ 3,955,000	\$ 104,620,000	\$ 4,120,000
Taxable General Revenue Build America Bonds, Series 2009B, with interest ranging from 1.412% to 6.536%, maturing November 15, 2039	30,255,000	-	640,000	29,615,000	650,000
General Revenue Bonds, Series 2008, with interest ranging from 5.0% to 5.25%, maturing November 15, 2035	171,140,000	-	3,515,000	167,625,000	3,695,000
General Revenue Bonds, Series 2007A, with interest ranging from 4.0% to 5.0%, maturing November 15, 2037	30,010,000	-	1,130,000	28,880,000	1,190,000
Taxable General Revenue Bonds, Series 2007B, with interest at 6.01%, maturing November 15, 2030	4,220,000	-	-	4,220,000	-
General Revenue Bonds, Series 2006, with interest ranging from 4.0% to 5.0%, maturing November 15, 2036	48,655,000	-	965,000	47,690,000	1,005,000
Taxable General Revenue Bonds, Series 2003B, with interest at 5.02%, maturing November 15, 2018	2,925,000	-	305,000	2,620,000	320,000
Various notes payable with varying interest rates maturing from 2013 through 2015	1,596,795	12,392	601,559	1,007,628	605,763
Gross long-term debt	397,376,795	12,392	11,111,559	386,277,628	11,585,763
Plus unamortized bond premium - Net	12,684,061	-	597,531	12,086,530	-
Total long-term debt	\$ 410,060,856	\$ 12,392	\$ 11,709,090	\$ 398,364,158	\$ 11,585,763

Note 5 - Long-term Debt (Continued)

	2011				
	Beginning Balance	Additions	Reductions	Ending Balance	Current Portion
General Revenue Bonds, Series 2009A, with interest ranging from 2.0% to 5.0%, maturing November 15, 2029	\$ 112,430,000	\$ -	\$ 3,855,000	\$ 108,575,000	\$ 3,955,000
Taxable General Revenue Build America Bonds, Series 2009B, with interest ranging from 1.412% to 6.536%, maturing November 15, 2039	30,890,000	-	635,000	30,255,000	640,000
General Revenue Bonds, Series 2008, with interest ranging from 5.0% to 5.25%, maturing November 15, 2035	174,485,000	-	3,345,000	171,140,000	3,515,000
General Revenue Bonds, Series 2007A, with interest ranging from 4.0% to 5.0%, maturing November 15, 2037	31,080,000	-	1,070,000	30,010,000	1,130,000
Taxable General Revenue Bonds, Series 2007B, with interest at 6.01%, maturing November 15, 2030	4,220,000	-	-	4,220,000	-
General Revenue Bonds, Series 2006, with interest ranging from 4.0% to 5.0%, maturing November 15, 2036	49,585,000	-	930,000	48,655,000	965,000
Taxable General Revenue Bonds, Series 2003B, with interest at 5.02%, maturing November 15, 2018	3,215,000	-	290,000	2,925,000	305,000
Various notes payable with varying interest rates maturing from 2012 through 2015	3,443,157	67,695	1,914,057	1,596,795	621,926
Gross long-term debt	409,348,157	67,695	12,039,057	397,376,795	11,131,926
Plus unamortized bond premium - Net	13,281,593	-	597,532	12,684,061	-
Total long-term debt	<u>\$ 422,629,750</u>	<u>\$ 67,695</u>	<u>\$ 12,636,589</u>	<u>\$ 410,060,856</u>	<u>\$ 11,131,926</u>

General Revenue Bonds are secured by unrestricted operating revenues. When economically feasible, the University considers defeasance or refunding of prior debt issuances to reduce borrowing costs. The total amount of defeased bonds outstanding at September 30, 2012 and 2011 was \$0 and \$375,000, respectively.

Principal and interest maturities on long-term debt at September 30, 2012 are as follows:

Fiscal Years	Principal	Interest*	Total
2013	\$ 11,585,763	\$ 18,993,842	\$ 30,579,605
2014	10,915,066	18,480,161	29,395,227
2015	11,021,799	17,975,527	28,997,326
2016	11,540,000	17,447,433	28,987,433
2017	12,100,000	16,875,358	28,975,358
2018-2022	68,731,000	74,647,706	143,378,706
2023-2027	86,555,000	55,492,208	142,047,208
2028-2032	92,175,000	31,986,688	124,161,688
2033-2037	74,535,000	10,900,259	85,435,259
2038-2040	7,120,000	549,794	7,669,794
Total	<u>\$ 386,278,628</u>	<u>\$ 263,348,976</u>	<u>\$ 649,627,604</u>

* Amounts do not reflect 35 percent federal interest rate subsidies to be received for Build America Bonds interest.

Note 5 - Long-term Debt (Continued)

Interest paid on long-term debt was \$19,267,000 in 2012 and \$19,698,000 in 2011.

On November 27, 2012, the University executed a \$25.0 million line of credit facility with a financial institution with a borrowing interest rate of .25 percent in excess of the one-month LIBOR. This agreement has a three-year term with a maturity date of December 1, 2015.

Note 6 - Derivative Instruments

Interest Rate Swaps

The University currently holds two interest rate swap instruments that are associated with its Series 2006 bonds. The University entered into these swap agreements at the same time and for the same amount as the issuance of the related bonds, with the intent of lowering its borrowing cost by creating a cash flow hedge, at a net interest rate that is lower than the fixed rate on the debt that was issued. The swap agreements are not effective hedges. The ineffective swap agreements did not have consistent critical terms. In accordance with GASB Statement No. 53, an interest rate swap is considered an effective cash flow hedge if the swap payments received substantially offset the payments made on the associated debt and such changes in fair value are deferred. An interest rate swap that is not considered an effective cash flow hedge, in accordance with the provisions of this statement, is deemed to be an investment derivative instrument and changes in fair value are recorded as a component of the change in net investment income (loss) in the statement of revenues, expenses, and changes in net assets.

The fair value balances and notional amounts of the derivative instruments outstanding at September 30, 2012 and 2011, classified by type and the change in fair value associated with the Series 2006 bonds, are shown below:

Investment Derivative Instrument	Change in Fair Value		Fair Value at September 30, 2012		
	Classification	Amount	Classification	Amount	Notional
Series 2006 - Pay-variable, Receive variable/fixed annuity	Net investment income (loss)	\$ 1,038,797	Liability	\$ (525,152)	\$ 47,690,000
	Total change in fair value of derivatives	\$ 1,038,797			
Investment Derivative Instrument	Change in Fair Value		Fair Value at September 30, 2011		
	Classification	Amount	Classification	Amount	Notional
Series 2006 - Pay-variable, Receive variable/fixed annuity	Net investment income (loss)	\$ 116,639	Liability	\$ (1,563,948)	\$ 48,655,000
	Total change in fair value of derivatives	\$ 116,639			

The fair value of the swaps was estimated using the proprietary pricing model of an independent derivative valuation service.

Note 6 - Derivative Instruments (Continued)

Terms for the years ended September 30, 2012 and 2011 were as follows:

Associated Bond Issue	Effective Date	Type	Objective	Pay Terms	Receive Terms	Maturity Date	Counterparty Credit Rating*
Series 2006 (2 swaps)	9/18/2006	Pay variable, Receive variable plus fixed annuity	Cash flow hedge for Series 2006 bonds	SIFMA	67% LIBOR plus 40.73 bps	11/15/2036	2012 AAA/A 2011 AAA/A+

* Effective March 1, 2012, one of the original counterparties transferred by novation all the rights, liabilities, duties, and obligations to a new counterparty.

LIBOR - London Interbank Offered Rate

SIFMA - Securities Industry and Financial Markets Association

bps - basis points

Associated Risk - The associated risks of the outstanding swaps as of September 30, 2012 and 2011 were as follows:

The Series 2006 swaps are tax basis swaps, which were executed with the objective of reducing the financing cost of the Series 2006 bonds. Changes in interest rates as well as the SIFMA/LIBOR ratio cause the fair value of these swaps to rise and fall with financial market conditions. Due to changes in these market factors since inception, these swaps have a negative fair value at September 30, 2012 and 2011.

Credit Risk - As of September 30, 2012 and 2011, the University was not exposed to any credit risk from swap counterparties because the existing swaps had a negative fair value of \$525,152 and \$1,563,948, respectively. The University executes swap transactions with various counterparties. At September 30, 2012, there were two outstanding swaps with two counterparties. The first counterparty held one swap that represented approximately 70 percent of the notional amount of swaps outstanding. This counterparty is rated "AAA" by Standard & Poor's and "Aa2" by Moody's (downgraded from Aa1 in June 2012). A second counterparty held one swap that represented approximately 30 percent of the notional amount of the swaps outstanding. This counterparty was rated "A+" by Fitch, "A" by Standard & Poor's (downgraded from A+ in December 2011), and "A2" by Moody's (downgraded from "A1" in November 2010).

Basis Risk - The swaps expose the University to basis risk. This is the risk that arises when the variable interest rates of a derivative instrument and a hedged item are based upon different interest rate reference indices. For the basis swaps, the University is exposed to the risk that the SIFMA interest rate which it pays to the counterparties will be more than the amount which it receives from the counterparties, which is based upon 67 percent of LIBOR plus an additional fixed annuity amount of 40.73 basis points (0.4073 percent).

Note 6 - Derivative Instruments (Continued)

Termination - The swap termination date for the Series 2006 bonds is November 2036. The derivative contracts are documented by the International Swap Dealers Associations (ISDA) Master Agreement which includes standard termination events such as failure to pay and bankruptcy. The schedule to the master agreement also provides that the swaps may be terminated by the University if the counterparty's credit quality rating falls below certain specified levels. The University or the counterparty may terminate the swap if the other party fails to perform under the terms of the contract. If at the time of termination the swap has a negative fair value, the University is liable for a payment equal to the swap's fair value.

Note 7 - Defined Contribution Retirement Plan

The University offers pension benefits for substantially all of its full-time employees through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment results. Prior to August 1, 2010, all employees were eligible to participate after they reached 26 years of age and completed two years of service. For eligible employees, the University contributed an amount equal to 10 percent of an employee's salary each pay period provided that the employee contributed 5 percent of his or her salary. The University's contributions for each employee were fully vested immediately.

The University modified its defined contribution retirement plan for certain represented employee groups and for non-represented employees to make them eligible to participate immediately upon reaching age 26. Under the modified plan, eligible employees that contribute at least 1 percent of their salary will receive a University matching contribution equal to two times their contribution up to a maximum University contribution of 10 percent. The University contribution under the modified plan is not vested until the employee has completed two years of service. Until agreements are reached with the remaining represented employee groups, the employees in those groups will continue to receive benefits in accordance with the original terms of the plan.

University contributions to the plan for the years ended September 30, 2012 and 2011 were \$29,579,000 and \$30,107,000, respectively.

Note 8 - Commitments

Construction Commitments

Approximately \$14,913,000 was committed to current University construction projects at September 30, 2012. This amount includes approximately \$2,260,000 for the Physics Laboratory Renovation Project, \$2,196,000 for the State Hall Window Replacement and 4th Floor Conversion Project, \$1,099,000 for the Multidisciplinary Biomedical Research Building Detail Design Project, \$1,070,000 for the Parking Structure I Deferred Maintenance Project and various smaller construction projects. Commitments will be funded through a combination of resources including external long-term financing, gifts, investment income, and various other University sources.

Note 8 - Commitments (Continued)**Lease Obligations**

The University leases various buildings, office space and equipment under operating lease agreements. Operating lease expenses totaled \$6,949,000 and \$6,286,000 for the years ended September 30, 2012 and 2011, respectively. Future minimum lease payments under noncancelable operating leases are expected to be paid in the following years ended September 30:

Fiscal Years	Minimum Lease Obligation
2013	\$ 6,353,000
2014	2,095,000
2015	1,172,000
2016	825,000
2017	738,000
2018-2022	<u>1,928,000</u>
Total	<u>\$ 13,111,000</u>

On March 19, 2012, the University entered into a capital lease agreement for a medical office building. The lease period is scheduled to commence on March 1, 2013 with an initial term of 25 years. Future minimum lease payments for the initial term total \$33,775,000 with annual payments of \$1,351,000.

Note 9 - Contingencies**Insurance Program**

In conjunction with the conduct of its operations, the University is exposed to various risks of loss and legal actions. To mitigate such risks, the University participates with 10 other Michigan public universities in the Michigan Universities Self-Insurance Corporation (MUSIC). This corporation provides comprehensive general liability, errors and omissions, property and vehicle liability, and excess liability insurance. The University participates in all of the aforementioned insurance programs except property insurance. The University maintains property insurance with FM Global. MUSIC loss coverages are structured on a three-layer basis with each member retaining a portion of its losses, MUSIC covering the second layer and commercial carriers covering the third. Comprehensive general liability coverage is provided on an occurrence basis, errors and omissions coverage is provided on a claims-made basis, and property coverage is provided on a blanket basis. Each music member university is responsible for its regular anticipated losses, determined actuarially, for both general liability and errors and omissions. The aggregate retention amounts for each member are actuarially determined annually. MUSIC provides coverage for claims in excess of these retentions. By agreements with MUSIC, in the event the insurance reserves established by MUSIC are insufficient to meet its second tier obligations, each of the participating universities shares this obligation. Participating universities are subject to additional assessments if the obligations and expenses (claims) of MUSIC exceed the combined periodic payments and accumulated operational reserves for any given year. The maximum possible additional assessment for the University for the year ended September 30, 2012 is approximately \$1,685,000. The University has not been subjected to additional assessments since the formation of MUSIC in 1987.

Note 9 - Contingencies (Continued)

The University is self-insured for certain employee benefits. Claim expenditures and liabilities are recorded when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. This would include an estimate of any significant claims that have been incurred but not reported. The University's recorded reserves for its self-insured workers' compensation, dental, and certain medical insurance programs at September 30, 2012 and 2011 totaled approximately \$4,349,000 and \$3,864,000, respectively. Specific excess (umbrella) coverage has been purchased by the University for its self-insured workers' compensation and medical insurance programs.

Pending Litigation

The University is named as a defendant in certain civil actions. The University is of the opinion that the resulting disposition of these actions will not have a material effect on the financial statements.

Loan Guarantees

The University has guaranteed an operating line of credit of \$2.25 million and a term loan of \$6.0 million for the Research and Technology Park in the City of Detroit, Inc., a 501(c)(3) organization. As of September 30, 2012, guaranteed funds drawn against the operating line of credit and the term loan totaled \$.75 million and \$5.8 million, respectively. As of September 30, 2011, guaranteed funds drawn against the operating line of credit and the term loan totaled \$.75 million and \$5.9 million, respectively.

Derivative Instruments

One of the University's derivative instrument agreements requires the University to post collateral when the University credit rating is suspended, withdrawn, or downgraded to BBB+ or below by Standard & Poor's or Baa1 or below by Moody's in order to preclude an Additional Termination Event from occurring. The collateral would be posted in the amount of the fair value of the hedging instrument in a liability position over a specified threshold, which varies with the University's credit rating. The collateral could be posted in the form of cash, U.S. Treasury securities, agency notes, or other securities that the parties may agree to, and the valuation percentage allowed would vary by the creditworthiness and maturities of the underlying securities used for collateral. An Additional Termination Event would occur if the University's rating is suspended, withdrawn, or downgraded to BBB- or below by Standard & Poor's or Baa3 or below by Moody's. The other University derivative instrument agreement does not require the University to post collateral. However, this agreement provides that an Additional Termination Event occurs when the University credit rating is suspended, withdrawn, or downgraded below BBB- by Standard & Poor's or below Baa3 by Moody's. In order to preclude this Additional Termination Event from terminating the swap, the University would need to provide the counterparty with an acceptable Credit Support Document.

At September 30, 2012, the aggregate negative fair value of all hedging derivative instruments with these collateral posting provisions is \$525,152. If the collateral posting requirements were triggered at September 30, 2012 for the swap agreement for which the University would need to provide an acceptable Credit Support Document, the amount of that credit support would be \$367,873. In addition, the other counterparty would require the University to post approximately \$157,279 based upon the fair value of the hedging instrument in a liability position. The University's credit ratings are AA-/Aa2; therefore, no collateral has been posted at September 30, 2012.

Note 10 - Natural Classification of Expenses

Operating expenses by natural classification for the years ended September 30, 2012 and 2011 are summarized as follows:

	2012	2011
Compensation and benefits	\$ 551,814,103	\$ 565,238,041
Supplies, services, and other	185,606,665	183,960,266
Depreciation	57,257,039	49,998,747
Loss on impaired asset	-	11,091,598
Scholarships and fellowships	8,560,768	9,004,147
Total operating expenses	<u>\$ 803,238,575</u>	<u>\$ 819,292,799</u>

Note 11 - Postemployment Benefits Other Than Pensions

The University offers a postemployment benefit of a fixed payout life insurance policy to its retirees. The University obtained an actuarial valuation as of September 30, 2012 to determine its future obligations for these benefits. The aggregate unfunded accrued liability which has been recorded as accrued employee benefits on the balance sheet was \$6,950,000 and \$5,200,000 at September 30, 2012 and 2011, respectively. The related expense was \$1,750,000 for 2012 and \$300,000 in 2011.

In addition, the University makes available a plan under which certain retirees may receive healthcare coverage. There is no implicit rate subsidy and the employees pay 100 percent of the cost. As a result, there is no required or recorded liability relating to the retiree healthcare plan.

Note 12 - Future Accounting Pronouncements

GASB Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements (SCAs)*, becomes effective for the University for the fiscal year ending September 30, 2013. This statement establishes guidance for accounting and financial reporting for SCAs which are a type of public-private or public-public partnership.

GASB Statement No. 61, *The Financial Reporting Entity Omnibus*, becomes effective for the University for the fiscal year ending September 30, 2013. This statement modifies existing requirements for the assessment of potential component units in determining what should be included in the financial reporting entity and financial reporting entity display and disclosure requirements.

GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, also becomes effective for the University's fiscal year ending September 30, 2013. This statement provides financial reporting guidance for deferred outflows and deferred inflows of resources. It defines those elements as a consumption of net assets by the University that is applicable to a future reporting period and an acquisition of net assets by the University that is applicable to a future reporting period, respectively.

Note 12 - Future Accounting Pronouncements (Continued)

GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, becomes effective with the fiscal year ending September 30, 2014. This statement requires the University address financial reporting related to the reclassification, as deferred outflows of resources or deferred inflows of resources, certain items that are currently reported as assets and liabilities and recognize, as outflows of resources or inflows of resources, certain items that are currently reported as assets and liabilities.

The University is currently evaluating the effect that these statements may have on its financial statements in the applicable subsequent years.

Supplemental Information

Combining Balance Sheet September 30, 2012 (with comparative totals for September 30, 2011)

	2012											2011	
	General Fund	Designated Fund	Auxiliary Activities Fund	Independent Operations Fund	Expendable Restricted Fund	Subtotal Current Funds	Plant Fund	Student Loan Fund	Endowment and Similar Funds	Agency Fund	Combined Fund Totals	Combined Fund Totals	
Assets													
Current assets:													
Cash and temporary investments	\$ 208,529,349	\$ 45,575,238	\$ 2,472,229	\$ (1,826,129)	\$ 42,418,216	297,168,903	\$ 59,198,659	\$ 15,428,222	\$ 3,211,617	\$ 19,297,347	\$ 394,304,748	\$ 395,275,673	
Current receivables - Net	61,615,289	16,545,813	4,632,694	429,085	20,698,963	103,921,844	4,985,641	103,025	1,210,769	361,383	110,582,662	116,235,694	
Inventories	1,069,427	-	370,440	-	-	1,439,867	-	-	-	-	1,439,867	1,457,515	
Prepaid expenses and deposits	32,791,795	346,032	87,697	13,961	1,134,520	34,374,005	-	-	-	281,130	34,655,135	31,528,927	
Total current assets	304,005,860	62,467,083	7,563,060	(1,383,083)	64,251,699	436,904,619	64,184,300	15,531,247	4,422,386	19,939,860	540,982,412	544,497,809	
Noncurrent assets:													
Investments	-	-	-	-	-	-	2,998,115	-	260,817,964	-	263,816,079	235,047,152	
Noncurrent receivables - Net	-	1,133,977	-	3,511	3,377,997	4,515,485	463,709	26,462,496	-	-	31,441,690	33,336,183	
Unamortized bond issue costs	-	-	-	-	-	-	3,141,330	-	-	-	3,141,330	3,269,468	
Capital assets - Net	-	-	-	-	-	-	753,486,070	-	-	-	753,486,070	770,751,244	
Total noncurrent assets	-	1,133,977	-	3,511	3,377,997	4,515,485	760,089,224	26,462,496	260,817,964	-	1,051,885,169	1,042,404,047	
Total assets	\$ 304,005,860	\$ 63,601,060	\$ 7,563,060	\$ (1,379,572)	\$ 67,629,696	\$ 441,420,104	\$ 824,273,524	\$ 41,993,743	\$ 265,240,350	\$ 19,939,860	\$ 1,592,867,581	\$ 1,586,901,856	
Liabilities and Net Assets (Deficit)													
Liabilities													
Current liabilities:													
Accounts payable and accrued liabilities	\$ 39,943,418	\$ 10,395,685	\$ 2,943,393	\$ 201,527	\$ 11,194,576	64,678,599	\$ 21,025,480	\$ -	\$ 225,068	\$ 15,545,754	\$ 101,474,901	\$ 99,418,851	
Deferred income	133,135,451	538,603	6,485,432	27,167	8,456,193	148,642,846	253,754	-	-	-	148,896,600	145,543,601	
Deposits	2,486,366	503,472	305,215	-	2,043	3,297,096	-	-	-	3,970,459	7,267,555	7,131,736	
Long-term debt - Current portion	-	-	-	-	-	-	11,585,763	-	-	-	11,585,763	11,131,926	
Total current liabilities	175,565,235	11,437,760	9,734,040	228,694	19,652,812	216,618,541	32,864,997	-	225,068	19,516,213	269,224,819	263,226,114	
Noncurrent liabilities:													
Federal portion of student loan funds	-	-	-	-	-	-	-	29,450,479	-	-	29,450,479	28,634,050	
Accrued employee benefits	12,521,138	421,609	201,360	14,327	759,335	13,917,769	-	-	435,833	423,647	14,777,249	15,493,181	
Long-term debt - Net of current portion	-	-	-	-	-	-	386,778,395	-	-	-	386,778,395	398,928,930	
Derivative instruments	-	-	-	-	-	-	525,152	-	-	-	525,152	1,563,948	
Total noncurrent liabilities	12,521,138	421,609	201,360	14,327	759,335	13,917,769	387,303,547	29,450,479	435,833	423,647	431,531,275	444,620,109	
Total liabilities	188,086,373	11,859,369	9,935,400	243,021	20,412,147	230,536,310	420,168,544	29,450,479	660,901	19,939,860	700,756,094	707,846,223	
Net Assets (Deficit)													
Invested in capital assets - Net of related debt	-	-	-	-	-	-	357,738,091	-	-	-	357,738,091	362,727,810	
Restricted:													
Nonexpendable	-	-	-	-	-	-	-	11,827,108	140,707,847	-	152,534,955	144,372,164	
Expendable	-	-	-	-	47,217,549	47,217,549	8,141,825	-	116,740,721	-	172,100,095	151,916,172	
Unrestricted	115,919,487	51,741,691	(2,372,340)	(1,622,593)	-	163,666,245	38,225,064	716,156	7,130,881	-	209,738,346	220,039,487	
Total net assets (deficit)	115,919,487	51,741,691	(2,372,340)	(1,622,593)	47,217,549	210,883,794	404,104,980	12,543,264	264,379,449	-	892,111,487	879,055,633	
Total liabilities and net assets (deficit)	\$ 304,005,860	\$ 63,601,060	\$ 7,563,060	\$ (1,379,572)	\$ 67,629,696	\$ 441,420,104	\$ 824,273,524	\$ 41,993,743	\$ 265,240,350	\$ 19,939,860	\$ 1,592,867,581	\$ 1,586,901,856	

Combining Statement of Revenues, Expenses, Transfers and Changes in Net Assets (Deficit) Year Ended September 30, 2012 (with comparative totals for the year ended September 30, 2011)

	Year Ended September 30											
	2012										2011	
	General Fund	Designated Fund	Auxiliary Activities Fund	Independent Operations Fund	Expendable Restricted Fund	Subtotal Current Funds	Plant Fund	Student Loan Fund	Endowment and Similar Funds	Adjustments	Combined Total	Combined Total
Operating Revenues												
Student tuition and fees	\$ 317,842,012	\$ -	\$ 3,798,937	\$ -	\$ -	\$ 321,640,949	\$ 185,337	\$ -	\$ -	\$ -	\$ 321,826,286	\$ 310,753,529
Less scholarship allowances	-	-	-	-	-	-	-	-	-	(90,507,089)	(90,507,089)	(96,061,398)
Net student tuition and fees	317,842,012	-	3,798,937	-	-	321,640,949	185,337	-	-	(90,507,089)	231,319,197	214,692,131
Federal grants and contracts	-	-	-	-	118,873,933	118,873,933	854,225	-	-	-	119,728,158	126,387,073
State and local grants and contracts	-	-	-	-	10,282,080	10,282,080	-	-	-	-	10,282,080	15,652,475
Nongovernmental grants and contracts	-	64,045,061	-	-	37,362,627	101,407,688	-	-	-	-	101,407,688	109,456,901
Departmental activities	7,369,083	12,365,528	-	1,077,943	-	20,812,554	-	-	-	-	20,812,554	21,176,104
Auxiliary enterprises (net of scholarship allowances)	-	-	34,277,958	-	-	34,277,958	-	-	-	(3,581,996)	30,695,962	30,872,124
Recovery of indirect costs of sponsored programs	38,492,551	-	-	-	(38,492,551)	-	-	-	-	-	-	-
Other operating revenues	2,357,289	-	-	-	-	2,357,289	-	76,474	-	-	2,433,763	2,649,585
Total Operating Revenues	366,060,935	76,410,589	38,076,895	1,077,943	128,026,089	609,652,451	1,039,562	76,474	-	(94,089,085)	516,679,402	520,886,393
Operating Expenses												
Instruction	214,374,729	44,846,845	-	-	12,928,049	272,149,623	-	-	-	(1,688,183)	270,461,440	280,336,086
Research	44,344,697	940,627	-	-	114,768,334	160,053,658	-	-	-	(6,600,315)	153,453,343	163,944,192
Public service	2,163,810	26,959,635	-	2,396,748	28,458,291	59,978,484	-	-	-	(189,581)	59,788,903	59,198,595
Academic support	64,774,296	4,039,839	-	-	2,530,547	71,344,682	-	-	-	(7,100,379)	64,244,303	66,689,263
Student services	33,459,466	60,568	-	-	178,215	33,698,249	-	-	-	(28,817)	33,669,432	35,865,531
Institutional support	62,894,791	5,860,984	-	-	102,958	68,858,733	-	-	-	(668,592)	68,190,141	68,357,136
Operation and maintenance of plant	52,619,035	219,910	-	-	1,376,413	54,215,358	11,344,028	-	-	(3,776)	65,555,610	63,753,133
Scholarships and fellowships	57,408,372	243,644	-	-	44,997,837	102,649,853	-	-	-	(94,089,085)	8,560,768	9,004,147
Auxiliary enterprises	-	416	22,218,458	-	-	22,218,874	-	-	-	(161,278)	22,057,596	22,145,969
Depreciation	-	-	-	-	-	-	57,257,039	-	-	-	57,257,039	49,998,747
Capital additions - Net	-	-	-	-	-	-	(16,440,921)	-	-	16,440,921	-	-
Transfers (in) out:												
Debt service	15,973,773	985,982	12,001,739	-	-	28,961,494	(28,961,494)	-	-	-	-	-
Loan matching	100,230	-	-	-	-	100,230	-	(100,230)	-	-	-	-
Plant improvement and extension	12,396,068	2,506,782	6,703,671	-	250,012	21,856,533	(21,856,533)	-	-	-	-	-
Other	149,021	1,136,461	-	-	235,916	1,521,398	-	8,481	(1,529,879)	-	-	-
Total Operating Expenses	560,658,288	87,801,693	40,923,868	2,396,748	205,826,572	897,607,169	1,342,119	(91,749)	(1,529,879)	(94,089,085)	803,238,575	819,292,799
Operating (Loss) Income	(194,597,353)	(11,391,104)	(2,846,973)	(1,318,805)	(77,800,483)	(287,954,718)	(302,557)	168,223	1,529,879	-	(286,559,173)	(298,406,406)

Combining Statement of Revenues, Expenses, Transfers and Changes in Net Assets (Deficit) (Continued) Year Ended September 30, 2012 (with comparative totals for the year ended September 30, 2011)

	Year Ended September 30											
	2012										2011	
	General Fund	Designated Fund	Auxiliary Activities Fund	Independent Operations Fund	Expendable Restricted Fund	Subtotal Current Funds	Plant Fund	Student Loan Fund	Endowment and Similar Funds	Adjustments	Combined Total	Combined Total
Nonoperating Revenues (Expenses)												
State operating appropriation	\$ 181,804,011	\$ -	\$ -	\$ -	\$ 230,281	\$ 182,034,292	\$ -	\$ -	\$ -	\$ -	\$ 182,034,292	\$ 214,167,658
Federal Pell grant	-	-	-	-	38,582,170	38,582,170	-	-	-	-	38,582,170	46,379,965
Gifts	-	10,648,377	54,311	1,587,548	25,922,531	38,212,767	-	3,961	94,105	-	38,310,833	29,034,023
Investment income (loss):												
Change in fair value of derivatives	-	-	-	-	-	-	1,038,797	-	-	-	1,038,797	116,639
Endowment and similar funds	1,122,847	191,117	-	4,536	10,150,104	11,468,604	38,925	31,893	(11,539,422)	-	-	-
Other	5,874,766	8,445,391	11,940	(36)	828,337	15,160,398	1,568,659	160,224	35,073,856	-	51,963,137	826,861
Interest on capital asset - Related debt	-	-	-	-	-	-	(19,103,058)	-	-	-	(19,103,058)	(18,438,182)
Loss on capital assets retired	-	-	-	-	-	-	(1,300,156)	-	-	-	(1,300,156)	(2,255,755)
Other	-	-	-	-	-	-	1,356,755	(224,642)	(45,896)	-	1,086,217	561,005
Net nonoperating revenues (expenses)	188,801,624	19,284,885	66,251	1,592,048	75,713,423	285,458,231	(16,400,078)	(28,564)	23,582,643	-	292,612,232	270,392,214
(Loss) Income Before Other												
Revenues	(5,795,729)	7,893,781	(2,780,722)	273,243	(2,087,060)	(2,496,487)	(16,702,635)	139,659	25,112,522	-	6,053,059	(28,014,192)
Other Revenues												
State capital appropriation	-	-	-	-	-	-	7,121	-	-	-	7,121	-
Capital gifts	-	-	-	-	-	-	195,075	-	-	-	195,075	7,276,027
Gifts for permanent endowments	-	-	-	-	-	-	-	-	6,800,599	-	6,800,599	5,067,266
Total other revenues	-	-	-	-	-	-	202,196	-	6,800,599	-	7,002,795	12,343,293
(Decrease) Increase in Net Assets	(5,795,729)	7,893,781	(2,780,722)	273,243	(2,087,060)	(2,496,487)	(16,500,439)	139,659	31,913,121	-	13,055,854	(15,670,899)
Net Assets (Deficit) - Beginning of year	121,715,216	43,847,910	408,382	(1,895,836)	49,304,609	213,380,281	420,605,419	12,403,605	232,666,328	-	879,055,633	894,726,532
Net Assets (Deficit) - End of year	\$ 115,919,487	\$ 51,741,691	\$ (2,372,340)	\$ (1,622,593)	\$ 47,217,549	\$ 210,883,794	\$ 404,104,980	\$ 12,543,264	\$ 264,579,449	\$ -	\$ 892,111,487	\$ 879,055,633

Combining Balance Sheet September 30, 2011

	2011										
	General Fund	Designated Fund	Auxiliary Activities Fund	Independent Operations Fund	Expendable Restricted Fund	Subtotal Current Funds	Plant Fund	Student Loan Fund	Endowment and Similar Funds	Agency Fund	Combined Fund Totals
Assets											
Current assets:											
Cash and temporary investments	\$ 224,724,054	\$ 23,059,152	\$ 4,975,454	\$ (2,048,135)	\$ 43,246,660	293,957,185	\$ 66,360,956	\$ 13,956,664	\$ 1,830,091	\$ 19,170,777	\$ 395,275,673
Current receivables - Net	51,581,877	30,019,975	3,562,627	332,895	24,257,940	109,755,314	5,057,694	103,140	985,549	333,997	116,235,694
Inventories	1,049,600	-	407,915	-	-	1,457,515	-	-	-	-	1,457,515
Prepaid expenses and deposits	30,434,732	397,011	142,863	-	264,602	31,239,208	-	-	-	289,719	31,528,927
Total current assets	307,790,263	53,476,138	9,088,859	(1,715,240)	67,769,202	436,409,222	71,418,650	14,059,804	2,815,640	19,794,493	544,497,809
Noncurrent assets:											
Investments	-	-	-	-	-	-	4,538,888	-	230,508,264	-	235,047,152
Noncurrent receivables - Net	-	1,335,562	-	7,312	2,523,956	3,866,830	2,491,502	26,977,851	-	-	33,336,183
Unamortized bond issue costs	-	-	-	-	-	-	3,269,468	-	-	-	3,269,468
Capital assets - Net	-	-	-	-	-	-	770,751,244	-	-	-	770,751,244
Total noncurrent assets	-	1,335,562	-	7,312	2,523,956	3,866,830	781,051,102	26,977,851	230,508,264	-	1,042,404,047
Total assets	\$ 307,790,263	\$ 54,811,700	\$ 9,088,859	\$ (1,707,928)	\$ 70,293,158	\$ 440,276,052	\$ 852,469,752	\$ 41,037,655	\$ 233,323,904	\$ 19,794,493	\$ 1,586,901,856
Liabilities and Net Assets (Deficit)											
Liabilities											
Current liabilities:											
Accounts payable and accrued liabilities	\$ 41,264,225	\$ 9,367,895	\$ 2,260,939	\$ 159,850	\$ 10,952,510	\$ 64,005,419	\$ 19,980,834	\$ -	\$ 205,110	\$ 15,227,488	\$ 99,418,851
Deferred income	129,311,321	642,153	5,930,595	19,772	9,381,065	145,284,906	258,695	-	-	-	145,543,601
Deposits	2,407,299	503,472	300,800	-	-	3,211,571	-	-	-	3,920,165	7,131,736
Long-term debt - Current portion	-	-	-	-	-	-	11,131,926	-	-	-	11,131,926
Total current liabilities	172,982,845	10,513,520	8,492,334	179,622	20,333,575	212,501,896	31,371,455	-	205,110	19,147,653	263,226,114
Noncurrent liabilities:											
Federal portion of student loan funds	-	-	-	-	-	-	-	28,634,050	-	-	28,634,050
Accrued employee benefits	13,092,202	450,270	188,143	8,286	654,974	14,393,875	-	-	452,466	646,840	15,493,181
Long-term debt - Net of current portion	-	-	-	-	-	-	398,928,930	-	-	-	398,928,930
Derivative instruments	-	-	-	-	-	-	1,563,948	-	-	-	1,563,948
Total noncurrent liabilities	13,092,202	450,270	188,143	8,286	654,974	14,393,875	400,492,878	28,634,050	452,466	646,840	444,620,109
Total liabilities	186,075,047	10,963,790	8,680,477	187,908	20,988,549	226,895,771	431,864,333	28,634,050	657,576	19,794,493	707,846,223
Net Assets (Deficit)											
Invested in capital assets - Net of related debt	-	-	-	-	-	-	362,727,810	-	-	-	362,727,810
Restricted:											
Nonexpendable	-	-	-	-	-	-	-	11,756,924	132,615,240	-	144,372,164
Expendable	-	-	-	-	49,304,609	49,304,609	9,042,328	-	93,569,235	-	151,916,172
Unrestricted	121,715,216	43,847,910	408,382	(1,895,836)	-	164,075,672	48,835,281	646,681	6,481,853	-	220,039,487
Total net assets (deficit)	121,715,216	43,847,910	408,382	(1,895,836)	49,304,609	213,380,281	420,605,419	12,403,605	232,666,328	-	879,055,633
Total liabilities and net assets (deficit)	\$ 307,790,263	\$ 54,811,700	\$ 9,088,859	\$ (1,707,928)	\$ 70,293,158	\$ 440,276,052	\$ 852,469,752	\$ 41,037,655	\$ 233,323,904	\$ 19,794,493	\$ 1,586,901,856

Combining Statement of Revenues, Expenses, Transfers, and Changes in Net Assets (Deficit) Year Ended September 30, 2011

Year Ended September 30											
2011											
	General	Designated	Auxiliary	Independent	Expendable	Subtotal	Plant	Student	Endowment	Adjustments	Combined
	Fund	Fund	Activities	Operations	Restricted	Current	Fund	Loan	and Similar		Total
			Fund	Fund	Fund	Funds		Fund	Funds		
Operating Revenues											
Student tuition and fees	\$ 306,787,550	\$ -	\$ 3,769,443	\$ -	\$ -	\$ 310,556,993	\$ 196,536	\$ -	\$ -	\$ -	\$ 310,753,529
Less scholarship allowances	-	-	-	-	-	-	-	-	-	(96,061,398)	(96,061,398)
Net student tuition and fees	306,787,550	-	3,769,443	-	-	310,556,993	196,536	-	-	(96,061,398)	214,692,131
Federal grants and contracts	-	-	-	-	125,528,707	125,528,707	858,366	-	-	-	126,387,073
State and local grants and contracts	-	-	-	-	15,652,475	15,652,475	-	-	-	-	15,652,475
Nongovernmental grants and contracts	-	69,641,280	-	-	39,815,621	109,456,901	-	-	-	-	109,456,901
Departmental activities	6,738,191	13,683,721	-	754,192	-	21,176,104	-	-	-	-	21,176,104
Auxiliary enterprises (net of scholarship allowances)	-	-	34,070,552	-	-	34,070,552	-	-	-	(3,198,428)	30,872,124
Recovery of indirect costs of sponsored programs	39,601,144	-	-	-	(39,601,144)	-	-	-	-	-	-
Other operating revenues	2,567,943	-	-	-	-	2,567,943	-	81,642	-	-	2,649,585
Total Operating Revenues	355,694,828	83,325,001	37,839,995	754,192	141,395,659	619,009,675	1,054,902	81,642	-	(99,259,826)	520,886,393
Operating Expenses											
Instruction	220,323,192	46,377,317	-	-	13,412,222	280,112,731	-	-	-	223,355	280,336,086
Research	43,751,789	1,865,888	-	-	120,518,266	166,135,943	-	-	-	(2,191,751)	163,944,192
Public service	1,839,397	30,462,973	-	2,132,771	23,711,523	58,146,664	-	-	-	1,051,931	59,198,595
Academic support	65,920,664	5,523,502	-	-	2,451,570	73,895,736	-	-	-	(7,206,473)	66,689,263
Student services	35,515,584	95,255	-	-	261,520	35,872,359	-	-	-	(6,828)	35,865,531
Institutional support	66,964,424	1,807,359	-	-	8,528	68,780,311	-	-	-	(423,175)	68,357,136
Operation and maintenance of plant	52,682,406	36,228	-	-	1,516,250	54,234,884	7,756,194	-	-	1,762,055	63,753,133
Scholarships and fellowships	54,186,299	107,788	-	-	53,969,886	108,263,973	-	-	-	(99,259,826)	9,004,147
Auxiliary enterprises	-	-	22,186,194	-	-	22,186,194	-	-	-	(40,225)	22,145,969
Depreciation	-	-	-	-	-	-	49,998,747	-	-	-	49,998,747
Capital additions - Net	-	-	-	-	-	-	(17,922,709)	-	-	17,922,709	-
Loss on impaired asset	-	-	-	-	-	-	11,091,598	-	-	(11,091,598)	-
Transfers (in) out:											
Debt service	15,973,773	985,982	12,001,739	-	-	28,961,494	(28,961,494)	-	-	-	-
Loan matching	140,769	-	-	-	-	140,769	-	(140,769)	-	-	-
Plant improvement and extension	18,327,849	2,852,323	4,140,531	-	340,590	25,661,293	(25,661,293)	-	-	-	-
Other	168,666	956,242	-	-	1,355,878	2,480,786	(130,039)	5,668	(2,356,415)	-	-
Total Operating Expenses	575,794,812	91,070,857	38,328,464	2,132,771	217,546,233	924,873,137	(3,828,996)	(135,101)	(2,356,415)	(99,259,826)	819,292,799
Operating (Loss) Income	(220,099,984)	(7,745,856)	(488,469)	(1,378,579)	(76,150,574)	(305,863,462)	4,883,898	216,743	2,356,415	-	(298,406,406)

Combining Statement of Revenues, Expenses, Transfers, and Changes in Net Assets (Deficit) (Continued) Year Ended September 30, 2011

	Year Ended September 30										
	2011										
	General Fund	Designated Fund	Auxiliary Activities Fund	Independent Operations Fund	Expendable Restricted Fund	Subtotal Current Funds	Plant Fund	Student Loan Fund	Endowment and Similar Funds	Adjustments	Combined Total
Nonoperating Revenues (Expenses)											
State operating appropriation	\$ 213,897,413	\$ -	\$ -	\$ -	\$ 270,245	\$ 214,167,658	\$ -	\$ -	\$ -	\$ -	\$ 214,167,658
State fiscal stabilization funds	-	-	-	-	-	-	-	-	-	-	-
Federal Pell grant	-	-	-	-	46,379,965	46,379,965	-	-	-	-	46,379,965
Gifts	-	5,963,002	63,702	1,312,444	21,464,978	28,804,126	-	6,027	223,870	-	29,034,023
Investment income (loss):											
Change in fair value of derivatives	-	-	-	-	-	-	116,639	-	-	-	116,639
Endowment and similar funds	1,062,269	155,933	-	3,357	9,617,108	10,838,667	37,562	31,109	(10,907,338)	-	-
Other	1,370,194	1,078,875	1,842	-	1,913,541	4,364,452	313,559	41,900	(3,893,050)	-	826,861
Interest on capital asset - Related debt	-	-	-	-	-	-	(18,438,182)	-	-	-	(18,438,182)
Loss on capital assets retired	-	-	-	-	-	-	(2,255,755)	-	-	-	(2,255,755)
Other	-	-	-	-	-	-	1,015,755	(410,373)	(44,377)	-	561,005
Net nonoperating revenues (expenses)	<u>216,329,876</u>	<u>7,197,810</u>	<u>65,544</u>	<u>1,315,801</u>	<u>79,645,837</u>	<u>304,554,868</u>	<u>(19,210,422)</u>	<u>(331,337)</u>	<u>(14,620,895)</u>	<u>-</u>	<u>270,392,214</u>
(Loss) Income Before Other											
Revenues	(3,770,108)	(548,046)	(422,925)	(62,778)	3,495,263	(1,308,594)	(14,326,524)	(114,594)	(12,264,480)	-	(28,014,192)
Other Revenues											
State capital appropriation	-	-	-	-	-	-	-	-	-	-	-
Capital gifts	-	-	-	-	-	-	7,276,027	-	-	-	7,276,027
Gifts for permanent endowments	-	-	-	-	-	-	-	-	5,067,266	-	5,067,266
Total other revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,276,027</u>	<u>-</u>	<u>5,067,266</u>	<u>-</u>	<u>12,343,293</u>
(Decrease) Increase in Net Assets	(3,770,108)	(548,046)	(422,925)	(62,778)	3,495,263	(1,308,594)	(7,050,497)	(114,594)	(7,197,214)	-	(15,670,899)
Net Assets (Deficit) - Beginning of year	125,485,324	44,395,956	831,307	(1,833,058)	45,809,346	214,688,875	427,655,916	12,518,199	239,863,542	-	894,726,532
Net Assets (Deficit) - End of year	<u>\$ 121,715,216</u>	<u>\$ 43,847,910</u>	<u>\$ 408,382</u>	<u>\$ (1,895,836)</u>	<u>\$ 49,304,609</u>	<u>\$ 213,380,281</u>	<u>\$ 420,605,419</u>	<u>\$ 12,403,605</u>	<u>\$ 232,666,328</u>	<u>\$ -</u>	<u>\$ 879,055,633</u>

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Wayne State University

**Federal Awards
Supplemental Information
September 30, 2012**

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Independent Auditor's Report

To the Board of Governors
Wayne State University

We have audited the basic financial statements of Wayne State University (the "University") as of and for the year ended September 30, 2012 and have issued our report thereon dated January 11, 2013 which contained an unqualified opinion on those basic financial statements. Those basic financial statements are the responsibility of the management of Wayne State University. Our responsibility is to express an opinion on these basic financial statements based on our audit. We have not performed any procedures with respect to the audited basic financial statements subsequent to January 11, 2013.

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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of Wayne State University taken as a whole. The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Plante & Moran, PLLC

January 11, 2013



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

Independent Auditor's Report

To the Board of Governors
Wayne State University

We have audited the financial statements of Wayne State University (the "University") as of and for the year ended September 30, 2012 and have issued our report thereon dated January 11, 2013. 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

The management of Wayne State University is responsible for establishing and maintaining an effective internal control over financial reporting. In planning and performing our audit, we considered Wayne State University's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the University's internal control over financial reporting.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, 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. However, we identified a certain deficiency in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs, that we consider to be a significant deficiency in internal control over financial reporting. This is described in the accompanying schedule of findings and questioned costs as Finding 2012-01. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

To the Board of Governors
Wayne State University

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Wayne State 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*.

Wayne State University's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Wayne State University's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, the Board of Governors, others within the University, Audit Sub-Committee of the Board of Governors, 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.

Plante & Moran, PLLC

January 11, 2013

Report on Compliance with Requirements That Could Have a
Direct and Material Effect on Each Major Program and on
Internal Control Over Compliance in Accordance with OMB Circular A-133

Independent Auditor's Report

To the Board of Governors
Wayne State University

Compliance

We have audited the compliance of Wayne 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 could have a direct and material effect on each of its major federal programs for the year ended September 30, 2012. The major federal programs of Wayne State University are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Wayne State University's management. Our responsibility is to express an opinion on Wayne State University's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Wayne State 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 Wayne State University's compliance with those requirements.

In our opinion, Wayne State University complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2012. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements that 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 Findings 2012-02 and 2012-04.

To the Board of Governors
Wayne State University

Internal Control Over Compliance

The management of Wayne State University is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Wayne State University's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the University's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected and corrected on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, 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. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as Findings 2012-02 and 2012-03. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

This report is intended solely for the information and use of management, the Board of Governors, others within the University, 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.

Plante & Moran, PLLC

January 11, 2013

Schedule of Expenditures of Federal Awards Year Ended June 30, 2012

Section I	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster:			
Department of Agriculture:			
USDA 12-JV-11242303-053 Impact of E	Direct	10.12-JV-11242303-053	\$ 10,125.79
NIFA Center 2010 38889 20726	Direct	10.200	79,534.21
U.S. Forest Svc 09-JV-11242307-073	Direct	10.652	8,890.03
FVSU CANFVSU-12-006 Germplasm Conse	Pass Through	10.216	19,417.35
Univ of Wisconsin 363K764 Evaluatin	Pass Through	10.310	20,213.91
Total Agency: Department of Agriculture			<u>138,181.29</u>
Department of Commerce:			
UofM 3001105157 Adaptive Integrative	Pass Through	11.432	26,076.85
UofM 3002104114 2011-12 Great Lakes	Pass Through	11.432	19,094.29
Total Agency: Department of Commerce			<u>45,171.14</u>
Department of Defense:			
U.S. ArmyC.of Eng. W911XK-10-C-0011	Direct	12.106	76,205.43
U.S. ArmyC.of Eng. W911XK-10-C-0011	Direct	12.106	64,523.69
Natick W911QY-10-C-0128	Direct	12.300	132.20
Natick W911QY-10-C-0168	Direct	12.300	223,151.27
Navy N41756-10-C-3339	Direct	12.300	288,989.04
ONR N00014-07-1-0105	Direct	12.300	54,133.03
ONR N00014-08-1-0647	Direct	12.300	32,391.84
ONR N00014-09-1-0535	Direct	12.300	6,326.47
ONR N00014-10-1-0760	Direct	12.300	1,344.06
ONR N00014-11-1-0803	Direct	12.300	83,993.87
ONR N00014-12-1-0526	Direct	12.300	30,454.34
USAMRAA #W81XWH-07-1-0453	Direct	12.420	14,686.47
USAMRAA #W81XWH-09-1-0143	Direct	12.420	243,040.68
USAMRAA #W81XWH-09-1-0203	Direct	12.420	162,288.63
USAMRAA W81XWH-08-1-0550 12	Direct	12.420	(80,946.21)
USAMRAA W81XWH-09-0052	Direct	12.420	5,428.77
USAMRAA W81XWH-09-1-0093	Direct	12.420	958.24
USAMRAA W81XWH-09-1-0109	Direct	12.420	118,781.69
USAMRAA W81XWH09-1-0250	Direct	12.420	130,479.29
USAMRAA W81XWH09-1-0608	Direct	12.420	14,369.51
USAMRAA W81XWH-10-0-0153	Direct	12.420	97,957.47
USAMRAA W81XWH-10-1-0049	Direct	12.420	39,133.41
USAMRAA W81XWH-10-1-0152	Direct	12.420	128,564.29
USAMRAA W81XWH-10-1-0466	Direct	12.420	206,427.44
USAMRAA W81XWH-10-1-0466	Direct	12.420	33,549.36
USAMRAA W81XWH-10-1-0473	Direct	12.420	63,903.76
USAMRAA W81XWH-10-1-0537	Direct	12.420	62,062.21
USAMRAA W81XWH-10-1-0541	Direct	12.420	225,260.27
USAMRAA W81XWH-11-0493	Direct	12.420	241,838.80
USAMRAA W81XWH-11-1-0029	Direct	12.420	28,564.59
USAMRAA W81XWH-11-1-0055	Direct	12.420	64,084.96
USAMRAA W81XWH-11-1-0785	Direct	12.420	63,898.25
USAMRAA W81XWH-12-0036	Direct	12.420	40,182.51
USAMRAA W81XWH-12-1-0024	Direct	12.420	69,312.83
USAMRAA W81XWH-12-1-0216	Direct	12.420	671.03
USAMRAA W81XWH-12-2-0038	Direct	12.420	131,714.21
USAMRAA W81XWH-12-2-0065	Direct	12.420	82,520.46
USAMRAA W81XWH-11-0267	Direct	12.420	53,582.39
USMRAA W81XWH-10-1-0464	Direct	12.420	59,001.66
USMRAA W81XWH-10-1-0892	Direct	12.420	38,452.52
USMRAA W81XWH-11-1-0291	Direct	12.420	91,878.54
USMRAA W81XWH-11-1-0519	Direct	12.420	199,038.24

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Defense (Continued):			
USMRAA W81XWH-11-2-0031	Direct	12.420	\$ 326,414.29
TACOM W56HZV-08-C0627	Direct	12.431	282,482.69
TACOM W56HZV-08-C-0627	Direct	12.431	9,895.03
TACOM W56HZV-09-C-0231	Direct	12.431	96,357.63
US Army W911NF11-1-0393	Direct	12.431	173,978.84
US Army W911NF-11-1-0394	Direct	12.431	80,250.00
US Army W911NF-12-1-0120	Direct	12.431	40,969.19
US Army W911NF-12-1-0313	Direct	12.431	11,522.95
US Army W91CRB-11-D-0014	Direct	12.431	121,138.08
AFO SR FA9550-10-1-0210 Stochastic	Direct	12.800	57,968.69
AFO SR FA9550-10-1-0210 Stochastic	Direct	12.800	72,700.02
Alion SFP1119900DP Ion Probe to Res	Pass Through	12.SFP1119900DP	236,732.25
Armorworks Phase II Task#2 Canine	Pass Through	12.PO S04658-00	46,901.64
Banyan - ATO-06-ALERT-A Prospective	Pass Through	12.ATO-06 W81XWH-10-C-0251	2,646.45
Banyan Biomarkers ATO-04 Biomarkers	Pass Through	12.ATO-04	63,413.09
Biokinetic W91CRB-11-C-0060 Assess	Pass Through	12.W91CRB-11-C-0060	18,074.21
DWCC 26305-1112-02 Using Motivatio	Pass Through	12.26305111202	35,494.83
GDLS PO#40050258 Advanced Collabora	Pass Through	12.PO#40050258	50,160.00
Geneva Fnd-Cohort 3 A Randomized	Pass Through	12.CSA-1145-11; W81XWH-08-2-0014	693.00
Neuren Pharm Inc.-A Randomized, Dou	Pass Through	12.NEU-2566-TB1-001	9,637.60
Neuren Pharm., Ltd-A Randomized	Pass Through	12.NEU-2566-TB1-001/002	30,177.61
Oakland University DAAE07-03-C-L110	Pass Through	12.DAAE07-03-C-L110-35079	4,187.03
SIT H98230-08-D-0171 Research on Bu	Pass Through	12.P136919	(2,527.90)
SIT SE Education in the DoD Workfor	Pass Through	12.H98230-08-D-0171	163,585.21
AnthroTronix Prevention of Laparosc	Pass Through	12.300	56,744.28
Univ of Utah 2411092	Pass Through	12.300	1,079.48
Visca, LLC Multi-Power Source for	Pass Through	12.301	(1,449.15)
Case Western Univ RES505668 Synthetic	Pass Through	12.420	193,438.41
Case Western Univ RES505668 Synthetic	Pass Through	12.420	38,239.83
CRAIG PT100068 Treatment for Social	Pass Through	12.420	19,905.67
HFHS, The Risk and Clinical and	Pass Through	12.420	47,266.31
MDREF W81XWH-08-2-0207-Subcontract	Pass Through	12.420	(493.66)
RFMH 1008800/25043 Placental Vascul	Pass Through	12.420	13,850.43
Univ. of MD #0000010346 Developing	Pass Through	12.420	61,502.87
UTHSCSA 150708/127477 Discovery	Pass Through	12.420	32,778.00
VA Tech 450152-19178 Jumpstart: Who	Pass Through	12.420	17,444.90
Albert King W81XWH-09-C-0068 Dev	Pass Through	12.431	76,216.14
Beaumont Hospital PO#100-1274663	Pass Through	12.431	48,095.44
UofM 3002307586 Automoti (Henein sub)	Pass Through	12.431	139,068.62
UofM 3002307586 Automotive (Sun Sub)	Pass Through	12.431	(410.02)
UofM 3002307586 Automotive Research C	Pass Through	12.431	12,392.05
UofM 3002307586 Comparat (Henein sub)	Pass Through	12.431	246,023.24
UofM 3002307586 Fricti (Chalhoub sub)	Pass Through	12.431	86,427.98
UofM 3002307586 Multi-Fu (Taraza sub)	Pass Through	12.431	191,213.84
UofM 3002307586 Novelty (Chinnam Sub)	Pass Through	12.431	727.47
AAS W911NF 10 2 0076 Junior Roll Up	Pass Through	12.630	17,256.83
IAI 765-1 Building a Trust-Award Dy	Pass Through	12.800	96,362.32
Solid State Scien.Corp, #1011-40	Pass Through	12.800	53,101.91
SSS Corp. PO 1202-86 Giant Vacuum R	Pass Through	12.800	3,918.50
Tempest Tech FA9550-12-C-0035 Novel	Pass Through	12.800	12,042.32
Tempest Tech FA9550-12-C-0035 Novel	Pass Through	12.800	27,957.93
UTC 10-S7101-01-C1 Sonic Infrared I	Pass Through	12.800	209,244.46
Total Agency: Department of Defense			7,125,130.34

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Housing and Urban Development:			
HUD MIHHU0006-12	Direct	14.906	\$ 12,536.18
Case Western Univ H-12612 CA	Pass Through	14.524	89,970.10
Total Agency: Department of Housing and Urban Development			102,506.28
Department of Interior:			
US Fish Wildlife Sv 30133-9151-3033	Direct	15.608	45,328.87
US Fish Wildlife Sv 30181AJ184	Direct	15.642	29,730.26
USGS G10AC00336	Direct	15.808	136,856.63
USGS G12AC20181	Direct	15.810	2,820.91
Total Agency: Department of Interior			214,736.67
Department of Justice:			
DOJ 2010 DD-BX-0418	Direct	16.560	91,779.73
DOJ 2011 DE-BX-K002	Direct	16.560	189,260.91
DOJ 2011 DE-BX-K003	Direct	16.560	118,908.18
DOJ 2011 IJ-CX-K006	Direct	16.560	88,291.81
DOJ 2011 IJ-CX-K007	Direct	16.560	37,078.43
DOJ 2011 IJ-CX-K053	Direct	16.560	541,985.59
First Step Evaluation of Advocacy	Pass Through	16.UNKNOWN	(4,739.04)
City of Detroit PO#2840781 Prisoner Re-entry	Pass Through	16.560	37,670.08
Total Agency: Department of Justice			1,100,235.69
Department of Transportation:			
FHWA DTFH61-11-H-00031	Direct	20.200	274,078.60
FHWA DTFH61-11-H-00031	Direct	20.200	56,656.84
Univ. of Toledo UTUTC-IU-17 Value o	Pass Through	20.UTUTC-IU-17	1,152.07
Iowa State University	Pass Through	20.108	117,290.21
Iowa State University	Pass Through	20.108	22,123.40
MFF 2006-0483 Safe Routes to Schools	Pass Through	20.200	188,946.48
MFF 87315 Safe Routes to School	Pass Through	20.200	2,231.96
VHB, Inc. Safety Impacts of Inters	Pass Through	20.514	4,304.03
MI OHSP OP-11-01 2011 Direct Observ	Pass Through	20.602	(150.09)
Univ of Toledo UTUTC-IU-21 Evlauation of Ohio-Mich	Pass Through	20.701	5,343.72
UofD Mercy MICH UTC Enhancing JIT Freight	Pass Through	20.701	13,909.48
Total Agency: Department of Transportation			685,886.70
Office of Personnel Management:			
VAMC IPA Amy Hinkle	Direct	27.011	13,485.68
VAMC IPA Angelia Petkova	Direct	27.011	34,274.18
VAMC IPA Anthony Kropinsk	Direct	27.011	20,885.93
VAMC IPA Ellis	Direct	27.011	(1,754.33)
VAMC IPA Fauzia Sidd	Direct	27.011	56,124.17
VAMC IPA Jose Rafols	Direct	27.011	9,392.43
VAMC IPA Justin Graves	Direct	27.011	20,885.93
VAMC IPA Maria Maliszewska-Scislo	Direct	27.011	44,434.90
VAMC IPA Patrick Mueller	Direct	27.011	2,379.12
VAMC IPA Tadeusz Josef Scislo	Direct	27.011	1,703.61
VAMC IPA Vino Cheriyan	Direct	27.011	28,983.03
VAMC IPA Waqar Raza	Direct	27.011	17,652.64
VAMC IPA Kai Yang	Direct	27.011	(1,353.61)
VAMC IPA Anne Skoff	Direct	27.011	36,871.87
VAMC IPA Bruce Edwin Linebaugh	Direct	27.011	98,803.65
VAMC IPA Daleep Kumar Arora	Direct	27.011	20,156.77
VAMC IPA David Ledgerwood	Direct	27.011	725.11
VAMC IPA Dennis Corrigan	Direct	27.011	46,525.38
VAMC IPA Dina Marie Verbeem	Direct	27.011	863.61
VAMC IPA Hai Ping Chen	Direct	27.011	72,179.57
VAMC IPA Harvinder S Talwar	Direct	27.011	66,821.50
VAMC IPA Jianhua Du	Direct	27.011	35,507.97
VAMC IPA Kumar Vinesh	Direct	27.011	6,715.73
VAMC IPA Lakshmi Shanka	Direct	27.011	56,901.27

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Office of Personnel Management (Continued):			
VAMC IPA Lisa Polin	Direct	27.011	\$ 22,977.64
VAMC IPA Lisi Yuan	Direct	27.011	6,793.22
VAMC IPA Ljiljana Mladenvoic-Lucas	Direct	27.011	(4,076.80)
VAMC IPA Lulu Farhana	Direct	27.011	33,727.54
VAMC IPA Mariana Angoa Perez	Direct	27.011	63,605.07
VAMC IPA Maryelsa D'Souza	Direct	27.011	(17,220.86)
VAMC IPA Ramzi Mohammad	Direct	27.011	8,708.77
VAMC IPA Ramzi Mohammad	Direct	27.011	1,339.78
VAMC IPA Shazia Jamal	Direct	27.011	10,879.49
VAMC IPA Sukanya Pranathiageswara	Direct	27.011	60,106.23
VAMC IPA Victoria Ann Kimler	Direct	27.011	54,975.25
VAMC IPA Weixian Zhang	Direct	27.011	23,169.27
VAMC IPA Wenjuan Wu	Direct	27.011	28,568.13
VAMC IPA Yingjie Yu	Direct	27.011	60,772.37
VAMC IPA Yuchuan Ding	Direct	27.011	3,970.61
Total Agency: Office of Personnel Management			1,047,461.82
National Aeronautics and Space Administration:			
NASA - GO2-13047X	Direct	43.GO2-13047X	13,092.67
Paragon Tec FY 2012 NASA SEMAA	Pass Through	43.UNKNOWN	56,250.00
USRA 09940-007 Occupant Protection	Pass Through	43.09940-007	11,565.44
MSGC Graduate Fellow DeVon Washingt	Pass Through	43.001	5,000.00
MSGC Undergraduate and Graduate Fel	Pass Through	43.001	245.76
MSGC Undergraduate and Graduate Fel	Pass Through	43.001	2,500.00
MSGC, High School Engineering Train	Pass Through	43.001	1,007.68
MSGC, Undergraduate and Graduate Fe	Pass Through	43.001	990.00
MSGC, Women in Engineering Training	Pass Through	43.001	4,958.99
MSGC, Young Men in Engineering	Pass Through	43.001	3,033.07
Total Agency: National Aeronautics and Space Administration			98,643.61
National Endowment for the Humanities:			
NEH RZ-51107-09	Direct	45.161	6,585.83
Univ of Alabama Project ALFA	Pass Through	45.313	286,286.97
Total Agency: National Endowment for the Humanities			292,872.80
National Science Foundation:			
NSF CBET 1048263	Direct	47.041	(29.36)
NSF CBET 1066661	Direct	47.041	74,346.06
NSF CBET 1066661	Direct	47.041	27,646.19
NSF CBET 1067323	Direct	47.041	198,584.34
NSF CBET-0730768	Direct	47.041	(363.52)
NSF CBET-0752709	Direct	47.041	18,580.02
NSF CBET-0755654	Direct	47.041	33,925.18
NSF CBET-0755654	Direct	47.041	5,019.35
NSF CBET-0756098	Direct	47.041	60,205.20
NSF CBET-0933144	Direct	47.041	122,864.92
NSF CBET-1032603	Direct	47.041	34,252.49
NSF CBET-1055932	Direct	47.041	84,750.65

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
National Science Foundation (Continued):			
NSF CMMI-0700178	Direct	47.041	\$ 38,542.79
NSF CMMI-0854962	Direct	47.041	27,817.86
NSF CMMI-1030779	Direct	47.041	29,680.81
NSF CMMI-1127698	Direct	47.041	78,417.93
NSF ECCS-1128297	Direct	47.041	68,464.77
NSF ECCS-0823865	Direct	47.041	72,022.06
NSF ECCS-0823865	Direct	47.041	84,189.85
NSF ECCS-0923292	Direct	47.041	321,390.19
NSF ECCS-1028564	Direct	47.041	93,353.76
NSF ECCS-1028564	Direct	47.041	27,820.38
NSF ESSC-0747620	Direct	47.041	86,886.72
NSF ESSC-0747620	Direct	47.041	5,631.67
NSF IIP-1034706	Direct	47.041	2,210.09
NSF CHE-1111348	Direct	47.049	306,193.11
NSF CHE-0615604	Direct	47.049	36,465.67
NSF CHE-0715300	Direct	47.049	24,600.02
NSF CHE-0910475	Direct	47.049	106,931.68
NSF CHE-0910858	Direct	47.049	162,505.27
NSF CHE-0911191	Direct	47.049	125,029.74
NSF CHE-0955000	Direct	47.049	135,090.87
NSF CHE-0955975	Direct	47.049	143,372.81
NSF CHE-0955975	Direct	47.049	50.82
NSF CHE-1012413	Direct	47.049	117,499.30
NSF CHE-1053848	Direct	47.049	94,677.15
NSF CHE-1111350	Direct	47.049	94,610.17
NSF CHE-1126380	Direct	47.049	380,056.47
NSF CHE-1212281	Direct	47.049	10,546.72
NSF CHE-1212574	Direct	47.049	8,081.83
NSF CHE-1212879	Direct	47.049	45,204.89
NSF CNS-0708232	Direct	47.049	(50.62)
NSF DMR-0644823	Direct	47.049	43,853.70
NSF DMR-0804283	Direct	47.049	70,562.11
NSF DMR-1006381	Direct	47.049	156,996.98
NSF DMR-1064159	Direct	47.049	194,939.86
NSF DMR-1105183	Direct	47.049	101,368.18
NSF DMS-0803363	Direct	47.049	3,309.82
NSF DMS-0803997	Direct	47.049	15,388.03
NSF DMS-0901761	Direct	47.049	54,257.35
NSF DMS-0901761	Direct	47.049	100.00
NSF DMS-0904713	Direct	47.049	3,830.40
NSF DMS-0907753	Direct	47.049	104,143.74
NSF DMS-1007132	Direct	47.049	75,659.30
NSF DMS-1104348	Direct	47.049	36,035.41
NSF DMS-1104355	Direct	47.049	44,869.33
NSF DMS-1115530	Direct	47.049	43,435.54
NSF DMS-1158839	Direct	47.049	10,176.48
NSF OISE-0730072	Direct	47.049	49,894.10
NSF OISE-0730072	Direct	47.049	51,947.05
NSF OISE-0730072	Direct	47.049	3,200.48
NSF OISE-0730072	Direct	47.049	2,644.74
NSF OISE-0730072	Direct	47.049	12,252.18
NSF OISE-0730072	Direct	47.049	170,640.55
NSF PHY - 1205549	Direct	47.049	11,421.65
NSF PHY-0547794	Direct	47.049	27,005.72
NSF PHY-0852719	Direct	47.049	165,927.60

See Notes to Schedule of Expenditures
of Federal Awards.

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
National Science Foundation (Continued):			
NSF PHY-0855369	Direct	47.049	\$ 98,170.77
NSF PHY-0855534	Direct	47.049	94,203.06
NSF PHY-1156651	Direct	47.049	34,121.21
NSF PHY-1156651	Direct	47.049	8,284.94
NSF PHY-1207687	Direct	47.049	4,964.40
NSF: PHY-1207918	Direct	47.049	22,603.81
NSF: PHY-1207918	Direct	47.049	3,366.03
NSF EAR-0746540	Direct	47.050	74,517.39
NSF OCE-0851032	Direct	47.050	19,123.03
NSF OCE-0961351	Direct	47.050	30,662.17
NSF OCE-1030548	Direct	47.050	(272.20)
NSF CCF-0643521	Direct	47.070	32,942.47
NSF CCF-0820133	Direct	47.070	5,834.18
NSF CCF-0845706	Direct	47.070	40,130.95
NSF CCF-0845711	Direct	47.070	78,054.11
NSF CCF-0851856	Direct	47.070	1,030.80
NSF CCF-0851856	Direct	47.070	1,220.72
NSF CCF-1016966	Direct	47.070	56,066.20
NSF CCF-1017263	Direct	47.070	46,714.08
NSF CNS-0702488	Direct	47.070	(1,205.64)
NSF CNS-0834537	Direct	47.070	59,938.76
NSF CNS-0940592	Direct	47.070	116,570.85
NSF CNS-0940592	Direct	47.070	8,627.41
NSF CNS-0953585	Direct	47.070	77,512.15
NSF CNS-0953585	Direct	47.070	6,000.00
NSF CNS-1054634	Direct	47.070	29,018.57
NSF CNS-1116787	Direct	47.070	108,205.42
NSF CNS-1136007	Direct	47.070	20,770.19
NSF CNS-1136007	Direct	47.070	12,030.01
NSF CNS-1136007	Direct	47.070	1,431.22
NSF CNS-1205310	Direct	47.070	6,545.99
NSF CNS-1205338	Direct	47.070	7,695.67
NSF CSN-1117772	Direct	47.070	46,636.37
NSF DMS-1115280	Direct	47.070	34,770.86
NSF IIS-0713315	Direct	47.070	(8,707.42)
NSF IIS-0915933	Direct	47.070	37,850.15
NSF IIS-0937586	Direct	47.070	68,781.21
NSF IIS-0960014	Direct	47.070	1,026.35
NSF DBI-0965741	Direct	47.074	361,509.80
NSF DEB-0951495	Direct	47.074	106,613.62
NSF IOS0951886	Direct	47.074	128,267.70
NSF IOS-1121025	Direct	47.074	105,187.85
NSF MCB-0641121	Direct	47.074	(1,606.18)
NSF MCB-0747285	Direct	47.074	163,537.40
NSF MCB-0816974	Direct	47.074	(28,695.22)
NSF MCB1020911	Direct	47.074	214,506.14
NSF BCS-0550209	Direct	47.075	9,230.39
NSF BCS-0751508	Direct	47.075	17,782.54
NSF BCS-0827546	Direct	47.075	238,631.67
NSF BCS-1061370	Direct	47.075	14,786.94
NSF SES-1068218	Direct	47.075	1,105.00
NSF DGE-1144463	Direct	47.076	34,738.59
NSF DUE 0806709	Direct	47.076	129,002.09
NSF DUE-0817391	Direct	47.076	(6,785.71)
NSF DUE-0941809	Direct	47.076	66,713.48

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
National Science Foundation (Continued):			
NSF DUE-0941809	Direct	47.076	\$ 4,441.16
NSF OCI-1041380	Direct	47.080	71,031.41
ARRA NSF CHE-0840413	Direct	47.082	168,747.95
ARRA NSF CNS-0914330	Direct	47.082	155,906.13
ARRA NSF DMR-0845264	Direct	47.082	84,734.44
ARRA NSF PHY-0851678	Direct	47.082	18,298.28
ARRA NSF PHY-0851678	Direct	47.082	32,795.13
Cache 2011 WSU RCN SEES Sustainable	Pass Through	47.041	22,351.68
NextCat SBIR Phase II Heterogeneou	Pass Through	47.041	73,924.40
NTH Consultants, Ltd. SBIR Phase I:	Pass Through	47.041	35,246.86
Notre Dame PHY 0715396 Quarknet Res	Pass Through	47.049	15,629.90
University of Hawaii PO Z812440 Dyn	Pass Through	47.049	25,811.26
UofM CEMRI for Photonic and Multisc	Pass Through	47.049	26,682.89
OSU Res Fdn #60018616 PO#RF01139646	Pass Through	47.070	712.24
Raytheon 1890 WiMAX Prototyping in	Pass Through	47.070	107,247.93
MCC MCC-WSU 1001 Establishment of a	Pass Through	47.076	82,376.83
Old Dominion 12-128-311641 Dissemi	Pass Through	47.076	17,308.35
UofM #3001310184 Investigating the Me	Pass Through	47.076	33,817.93
ARRA Purdue Univ 4101-45487 Commulative	Pass Through	47.082	28,797.80
ARRA Spectrum Scientific 0924702 Diffrac	Pass Through	47.082	2,451.25
ARRA Univ Illinois DMS-0901009 Noncommut	Pass Through	47.082	4,798.44
Total Agency: National Science Foundation			<u>8,693,811.20</u>
US Small Business Administration			
US SBA SBAHQ-09-I-0127	Direct	59.SBAHQ-09-I-0127	15,042.38
US SBA SBAHQ-09-I-0135	Direct	59.SBAHQ-09-I-0315	48,074.32
US SBA SBAHQ-10-I-0314	Direct	59.SBAHQ-10-I-0314	56,769.57
Total Agency: US Small Business Administration			<u>119,886.27</u>
Department of Veterans Affairs:			
VA 512-C15179	Direct	64.VA512-C15179	43,511.16
VA 553-C10320	Direct	64.VA251-P-1013	14,720.87
VA 553-C10321	Direct	64.VA251-P-1013	668.18
VA 553-C10322	Direct	64.VA251-P-1013	3,900.20
VA 553-C10323	Direct	64.VA251-P-1013	41.64
VA 553-C10324	Direct	64.VA251-P-1013	10,073.79
VA 553-C10363	Direct	64.VA251-P-1013	111,315.40
VA 553-C10367	Direct	64.VA251-P-1013	66,255.22
VA 553-C10373	Direct	64.VA251-P-1013	235.65
VA 553-C10422	Direct	64.VA251-P-1013	86,238.70
VA 553-C10423	Direct	64.VA251-P-1013	104,918.54
VA 553-C10465	Direct	64.VA251-P-1013	113,937.42
VA 553-C10465	Direct	64.VA251-P-1013	63,279.78
VA 553-C10466	Direct	64.VA251-P-1013	597,268.79
VA 553-C10472	Direct	64.VA251-P-1013	31,637.77
VA 553-C20116	Direct	64.VA251-P-1013	63,297.35
VA 553-C20117	Direct	64.VA251-P-1013	57,193.07
VA 553-C20134	Direct	64.VA251-P-1013	44,442.95
VA 553-C20144	Direct	64.VA251-P-1013	33,805.28
VA 553-C20145	Direct	64.VA251-P-1013	33,705.66
VA 553-C20188	Direct	64.VA251-P-1013	118,302.89
VA 553-C20238	Direct	64.VA251-P-1013	15,598.16
VA 553-C20290	Direct	64.VA251-P-1013	10,038.20
VA 553-C20291	Direct	64.VA251-P-1013	39,017.15
VA 553-C20292	Direct	64.VA251-P-1013	6,023.72

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Veterans Affairs (Continued):			
VA 553-C20294	Direct	64.VA251-P-1013	\$ 9,527.11
VA 553-C20317	Direct	64.VA251-P-1013	1,398.56
VA 621-C30140	Direct	64.VA249-P-1090	89,385.12
Total Agency: Department of Veterans Affairs			1,769,738.33
Environmental Protection Agency:			
EPA GL-00E00444	Direct	66.469	223,735.58
EPA GL-00E00808	Direct	66.469	90,140.91
Great Lakes Commission, Remedial Ac	Pass Through	66.UNKNOWN	5,193.38
ASTI Environmental Monitoring the r	Pass Through	66.469	94,343.92
HCMA Lake St. Clair Metropark Storm	Pass Through	66.469	31,120.70
MDCH 20111589-00	Pass Through	66.469	9.41
MDCH 20120569-00	Pass Through	66.469	40,259.35
MDEQ Great Lakes Large Aquatic Ecos	Pass Through	66.608	1,399.46
Total Agency: Environmental Protection Agency			486,202.71
Department of Energy:			
DoE DE FG-02-92ER40713	Direct	81.049	73,656.64
DoE DE FG-02-92ER40713	Direct	81.049	226,028.75
DoE DE FG-02-92ER40713	Direct	81.049	214,663.41
DoE DE SC0001907	Direct	81.049	423,443.09
DoE DE-FG02-04ER15593	Direct	81.049	174,251.98
DoE DE-FG02-96ER41005	Direct	81.049	159,353.92
DoE DE-FG02-96ER41005	Direct	81.049	106,243.00
DoE DE-FG02-96ER41005	Direct	81.049	898.91
DoE DE-SC0007983	Direct	81.049	149,097.42
DoE DE-SC0007983	Direct	81.049	53,891.83
Argonne 0F-34821	Pass Through	81.0F-34821	11,611.88
Delphi Gasoline Ultra Fuel Efficient	Pass Through	81.PO451158787	74,193.24
Fermi Nat'l Lab 11.2011.03.2.47	Pass Through	81.11.2011.03.2.47	2,996.68
Fermi Nat'l Lab 592260	Pass Through	81.PO 592260	22,682.29
Fermi Nat'l Lab 593038	Pass Through	81.PO 593038	(161.50)
Fermi Nat'l Lab 603490	Pass Through	81.PO 603490	100,725.78
LBNL 6877841 US Calorimeter for the	Pass Through	81.SUBCONTRACT # 6877841	352,193.68
NCMS 201047-130176 Ultra-Lightweigh	Pass Through	81.201047-130176	69,068.24
NCMS 201145-130182 Ultra-Lightweigh	Pass Through	81.201145-130182	115,843.26
USAMP PO 09-2272 Edge Fracture of A	Pass Through	81.09-2272 DE-FC26-02OR22910	21,987.70
USAMP PO# 11-2570-AMP Trim Die Chipping	Pass Through	81.11-2570-AMP	(900.30)
USAMP PO# 11-2579-AMP Surface Analysis	Pass Through	81.11-2579-AMP	(2,471.92)
USAMP PO# 11-2578-AMP AMD904	Pass Through	81.11-2578-AMP PROJECT AMD904	(1,641.79)
USAMP PO# 11-2604-AMP DP980 Inductio	Pass Through	81.11-2604-AMP	2,593.74
USAMP PO# 11-2610-AMP ASP-061 Nonlin	Pass Through	81.11-2610-AMP	2,545.60
MSU 61-3212E Revolutionary	Pass Through	81.049	87,584.77
U of Oregon 206381M-7.2 Scintillato	Pass Through	81.049	652.30
ARRA GM GVS00497 Testing and Evaluation	Pass Through	81.086	5,125.95
Total Agency: Department of Energy			2,446,158.55
US Department of Education:			
USED-H133A080044	Direct	84.133	396,052.91
USED-H133G080064	Direct	84.133	40,971.88
MDOE 133260-13162 Career and Techni	Pass Through	84.048	10,963.46
KCMHSAS Dual Psychiatric/Public Hea	Pass Through	84.116	13,824.02
TIRR Rehabilitation Research and Tr	Pass Through	84.133	126,773.78
MDOE 100290-1681 Title II Part A(3)	Pass Through	84.367	5,148.03
MDOE 120290-4526 Title II PartA(3)	Pass Through	84.367	854.80
Total Agency: US Department of Education			594,588.88

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Health and Human Services:			
HRSA HHS250201000014C National Cor	Direct	93.HHS250201000014C	\$ 145,301.03
NCI HHSN261201000662P	Direct	93.HHSN261201000662P	18,785.16
NCI HHSN261201100292P	Direct	93.HHSN261201100292P	37,810.51
NCI HHSN261201100476P	Direct	93.HHSN261201100476P	48,088.22
NCI N01 PC 35145 Addendum 12	Direct	93.N01 PC 35145	8,572.46
NCI N01 PC 35145 Addendum 14	Direct	93.N01 PC 35145	(1,039.19)
NCI N01 PC 35145 Addendum 15	Direct	93.N01 PC 35145	15,027.46
NCI N01 PC 35145 Addendum 16	Direct	93.N01 PC 35145	230.11
NCI N01PC 2010-00028 SEER	Direct	93.N01 PC 2010-00028	724,553.25
NCI No1 PC 2010-00028 ADDENDUM# 1	Direct	93.N01 PC 2010-00028	3,589.54
NCI No1 PC 2010-00028 ADDENDUM# 2	Direct	93.N01 PC 2010-00028	5,917.95
NCI No1 PC 2010-00028 Modification#4	Direct	93.N01 PC 2010-00028	4,224,622.40
NCI No1 PC 2010-00028 SEER Program	Direct	93.N01 PC 2010-00028	(1,492.52)
NCI No1 PC 2010-00028C ADDENDUM# 3	Direct	93.N01 PC 2010-00028	88,967.11
NCI No1 PC 35145 SEER Addendum 1	Direct	93.N01 PC 35145	(0.93)
NCI No1 PC 35145 SEER Addendum 2	Direct	93.N01 PC 35145	0.01
NCI No1 PC 35145 SEER Program	Direct	93.N01 PC 35145	30,324.75
NCI(SAIC-Frederick)26XS295-Task 002	Direct	93.#26XS295/ PO#SS0228	8,258.80
NIH #HHSN275201100001C (Tsk 8) PRB	Direct	93.N01-HD-2-3342	268,183.03
NIH N01-HD-2-3342 Admin Task 001	Direct	93.N01-HD-2-3342	1,320,570.60
NIH N01-HD-2-3342 -Bank of Fluids	Direct	93.N01-HD-2-3342	28,646.49
NIH N01-HD-2-3342 Genomics Task 3	Direct	93.N01-HD-2-3342	85,500.00
NIH N01-HD-2-3342 -Maternal Fetal M	Direct	93.N01-HD-2-3342	5,340,151.48
NIH N01-HD-2-3342 -Parturition Lab	Direct	93.N01-HD-2-3342	774,054.38
NIH N01-HD-2-3342 -Perinatal Epidem	Direct	93.N01-HD-2-3342	1,505,519.81
NIH N01-HD-2-3342 -Perinatal Pathol	Direct	93.N01-HD-2-3342	1,981,556.07
NIH N01-HD-2-3342 -Teleconferencing	Direct	93.N01-HD-2-3342	5,225.46
NIH N01-HD-2-3342-007 Molecular Evo	Direct	93.N01-HD-2-3342	24,097.82
NIH N01-HD-2-3342-Engineer.-Tsk 003	Direct	93.N01-HD-2-3342	56,777.74
NIH N01-HD-2-3342-Lab Support	Direct	93.N01-HD-2-3342	1,194,798.01
NIH N01-HD-2-3342-Tissue Bank-006	Direct	93.N01-HD-2-3342	1,688,248.78
NIH N01-HD-3342-003 Functional Geno	Direct	93.N01-HD-2-3342	51,755.28
NIH 1 R15 DA032822-01	Direct	93.077	6,982.96
NIH 1 F31 ES019431-01	Direct	93.113	(3,941.27)
NIH 1 F31 ES019431-01	Direct	93.113	26,197.89
NIH 1 R21 ES017289-01	Direct	93.113	126,408.65
NIH 1 R21 ES021285-01	Direct	93.113	9,278.82
NIH 1 R21 RES019228A	Direct	93.113	160,865.99
NIH 5 R01 ES005823-19	Direct	93.113	390,009.88
NIH 5 R01 ES012933-07	Direct	93.113	520,829.68
NIH 7 R01 ES017217-03	Direct	93.113	471,706.57
NIH 5 R01 ES007902-10	Direct	93.115	(28,947.94)
NIH 5 R01 ES007902-10	Direct	93.115	1,480.03
NIH 5 R01 DE019678-04	Direct	93.121	269,683.95
CDC 5 U49 CE001078-04	Direct	93.136	12,624.87
CDC 5 U49 CE001078-04	Direct	93.136	2,664.16
NIH 5 R01 HG001536-12	Direct	93.172	2,265.23
NIH 1 R03 RDC011597A	Direct	93.173	54,621.88
NIH 1 R21 DC010059-02	Direct	93.173	53,473.53
NIH 5 R01 DC000156-29	Direct	93.173	363,039.52
NIH 5 R01 DC004076-09	Direct	93.173	116,858.19
NIH 5 U01 HD068030-01	Direct	93.209	102,269.35
NIH 5 U01 HD068030-02	Direct	93.209	198,351.14
AHRQ 1 P30 HS021641-01	Direct	93.226	3,225.25
AHRQ 1 R01 HS017414-02	Direct	93.226	13,395.26
AHRQ 1 R18 HS019601-01	Direct	93.226	229,460.46
AHRQ 5 R21 HS019092-02	Direct	93.226	113,702.03
NIH 5 R01 HL053443-14	Direct	93.233	159,801.88
NIH 1 K01 MH082926-01A1	Direct	93.242	151,422.49
NIH 1 R01 MH085793-01A2	Direct	93.242	548,349.29
NIH 1 R01 MH085793-01A2	Direct	93.242	10,000.00
NIH 1 R01 MH085793-01A2	Direct	93.242	12,000.00

See Notes to Schedule of Expenditures
of Federal Awards.

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Health and Human Services (Continued):			
NIH I R01 MH085793-01A2	Direct	93.242	\$ 12,741.00
NIH I R01 MH085793-01A2	Direct	93.242	10,000.00
NIH I R24 MH092271-01	Direct	93.242	110,744.01
NIH 2 R01 MH069229-08	Direct	93.242	425,890.05
NIH 5 K08 MH079176-05	Direct	93.242	137,270.38
NIH 5 R01 MH043985-21	Direct	93.242	325,910.77
NIH 5 R01 MH059299-13	Direct	93.242	561,425.22
NIH 5 R01 MH065420-07	Direct	93.242	577,459.68
NIH 5 R01 MH065420-07	Direct	93.242	16,940.91
NIH 5 R01 MH084888-3	Direct	93.242	408,925.02
NIH 5 R01 MH084994-03	Direct	93.242	227,712.99
NIH 5 R01 MH084994-03	Direct	93.242	57,772.55
NIH 5 R01 MH086322-03	Direct	93.242	260,760.07
NIH 5 R34 MH086943-02	Direct	93.242	128,435.65
NIH 2 R25 GM058905	Direct	93.242	140,606.55
NIH 2 R25 GM058905	Direct	93.242	473,059.60
NIH I R21 MH092227A	Direct	93.242	146,055.92
SAMHSA 5 H79TI01871 I-03	Direct	93.243	11.76
SAMHSA 5 H79TI01871 I-04	Direct	93.243	1,604.71
SAMHSA 5 H79TI01871 I-05	Direct	93.243	482,713.57
SAMHSA 5 U79 SM057651-05	Direct	93.243	121,073.74
HRSA D09HP05365-05-00	Direct	93.247	0.16
HRSA D09HP05365-06-00	Direct	93.247	93,382.95
CDC I R01OH009948	Direct	93.262	296,542.61
NIH I K22 AA016967-02	Direct	93.271	29,201.23
NIH I F32AA020435-01A1	Direct	93.273	45,291.75
NIH I R21 AA020332-01A1	Direct	93.273	42,961.48
NIH I R21 AA020876-01A1	Direct	93.273	4,710.03
NIH 4 R00 AA017877 03	Direct	93.273	250,733.28
NIH 5 R01 AA016338-03	Direct	93.273	404.71
NIH 5 R01 AA016781-02 Vanderbilt	Direct	93.273	12,625.00
NIH 5 R01 AA016781-03 Columbia	Direct	93.273	10,335.00
NIH 5 R01 AA016781-05	Direct	93.273	172,164.88
NIH 5 R01 AA016781-05 Johns Hopki	Direct	93.273	35,067.67
NIH 5 R01 AA016781-05 Univ CT	Direct	93.273	153,118.49
NIH 5 R01 AA016781-05 Univ Dela	Direct	93.273	17,623.61
NIH 5 R01 AA018090-04	Direct	93.273	119,301.26
NIH 5 R01 AA018090-04	Direct	93.273	235,742.00
NIH 5 R21 AA020037-02	Direct	93.273	45,706.81
NIH 5 R21 AA020037-02	Direct	93.273	46,017.50
NIH 5 R21 AA020037-02	Direct	93.273	8,181.48
NIH 5 R21 AA020037-02	Direct	93.273	18,294.44
NIH 5 R21 AA020037-02	Direct	93.273	79,720.33
NIH 5 R34 AA020056-02	Direct	93.273	230,997.40
NIH 5 K01 AA 017683B	Direct	93.273	141,112.25
NIH 4 R01 DA023085-03	Direct	93.279	188,320.21
NIH I F31 DA032222-01	Direct	93.279	33,968.79
NIH I R01 DA029050-01A1	Direct	93.279	257,938.98
NIH I R01 DA034497-01	Direct	93.279	4,929.64
NIH 3 R01 DA015832-05S1	Direct	93.279	(7,629.01)
NIH 5 F31 DA032222-02	Direct	93.279	844.23
NIH 5 K01 DA024760-04	Direct	93.279	156,607.75
NIH 5 R01 D022419-05	Direct	93.279	609,062.32
NIH 5 R01 D022419-05	Direct	93.279	58,078.80
NIH 5 R01 D022419-05	Direct	93.279	6,225.14
NIH 5 R01 DA006470-19	Direct	93.279	205,723.97
NIH 5 R01 DA010756-13	Direct	93.279	227,884.48
NIH 5 R01 DA015462-07	Direct	93.279	178,009.94
NIH 5 R01 DA017327-05	Direct	93.279	16,164.32
NIH 5 R01 DA022730-04	Direct	93.279	45,331.46
NIH 5 R01 DA022730-04	Direct	93.279	88,639.01
NIH 5 R01 DA026761-02	Direct	93.279	61,819.52

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Health and Human Services (Continued):			
NIH 5 R01 DA032678-02	Direct	93.279	\$ 319,211.91
NIH 5 R03 DA026021-02	Direct	93.279	(2,024.60)
NIH 5 R21 DA023015-02	Direct	93.279	42,905.45
NIH 5 U10 DA024117-04	Direct	93.279	191,100.65
NIH 5 U10 DA024117-04	Direct	93.279	93,992.08
NIH 5 U10 DA024117-04	Direct	93.279	195,533.13
CDC 1 U01 DD000740-01	Direct	93.283	29,387.25
CDC 5 U01 DD000740-02	Direct	93.283	4,774.86
NIH 1 R21 EB014570-01A1	Direct	93.286	64,438.68
NIH 5 R01 EB006508-04	Direct	93.286	199,335.23
NIH 5 R01 EB007129-03	Direct	93.286	110,134.05
NIH 1 R01 MD005849A	Direct	93.307	391,225.80
NIH 1 R21 NS061634-01	Direct	93.310	45,691.38
NIH 1 R03 NR012820-01A1	Direct	93.361	28,748.69
NIH 1 R03 NR013249-01	Direct	93.361	20,505.17
NIH 5 R01 NR010498-05	Direct	93.361	561,043.01
NIH R01 NR013466A	Direct	93.361	262,282.82
NIH 1 R01 CA141769-01A2	Direct	93.393	1,028,301.00
NIH 5 R01 CA040605-23	Direct	93.393	209,101.94
NIH 5 R01 CA051714-22	Direct	93.393	397,570.87
NIH 5 R01 CA060691-15	Direct	93.393	383.45
NIH 5 R01 CA083695-09	Direct	93.393	179,358.08
NIH 5 R01 CA100724-08	Direct	93.393	109,038.87
NIH 5 R03CA141992-02	Direct	93.393	12,350.88
NIH 5 R21 RCA152347-02	Direct	93.393	139,191.20
NIH 1 R01 CA154321A	Direct	93.393	347,272.69
NIH 1 R03CA153936-01	Direct	93.394	59,098.15
NIH 1 R21CA154319-01	Direct	93.394	87,570.59
NIH 5 R01 CA122277-02	Direct	93.394	155,631.54
NIH 5 R01 CA123451-05	Direct	93.394	176,028.25
NIH 5 R01 CA148722-03	Direct	93.394	266,014.27
NIH 5 R01CA160541-02	Direct	93.394	219,742.04
NIH 5 R21CA132723-02	Direct	93.394	9,431.72
NIH 1 R01 CA164318-01A1	Direct	93.394	27,559.23
NIH 1 R01 CA152316-01A1	Direct	93.395	420,678.74
NIH 1 R01 CA156661-01	Direct	93.395	242,554.75
NIH 2 U01 CA062487-15	Direct	93.395	(100.00)
NIH 2 U10 CA14028-37	Direct	93.395	7,891.09
NIH 2 U10 CA14028-37	Direct	93.395	3,487.74
NIH 5 R01 CA023378-31	Direct	93.395	233,257.70
NIH 5 R01 CA053535-21	Direct	93.395	247,879.08
NIH 5 R01 CA076340-13	Direct	93.395	259,066.06
NIH 5 R01 CA07634-12	Direct	93.395	1,162.80
NIH 5 R01 CA092344-10	Direct	93.395	487,162.02
NIH 5 R01 CA095142-09	Direct	93.395	192,286.98
NIH 5 R01 CA108535-06	Direct	93.395	269,159.92
NIH 5 R01 CA109389-05	Direct	93.395	177,766.11
NIH 5 R01 CA109711-04	Direct	93.395	2,058.55
NIH 5 R01 CA120772-05	Direct	93.395	135,754.44
NIH 5 R01 CA120772-05	Direct	93.395	112,695.06
NIH 5 R01 CA120772-05	Direct	93.395	18,812.68
NIH 5 R01 CA125680-05	Direct	93.395	62,141.19
NIH 5 R01 CA125680-05	Direct	93.395	6,865.80
NIH 5 R01 CA127258-05	Direct	93.395	302,082.58
NIH 5 R01 CA127258-05	Direct	93.395	2,381.06
NIH 5 R01 CA129343-04	Direct	93.395	528,568.02
NIH 5 R01 CA131151-04	Direct	93.395	218,825.61
NIH 5 R01 CA138981-04	Direct	93.395	513,708.12
NIH 5 R01 CA140314-03	Direct	93.395	450,988.53
NIH 5 R01 CA149432-02	Direct	93.395	290,461.91
NIH 5 R21 CA135572-02	Direct	93.395	24,798.31
NIH 5 R21 CA137628-02	Direct	93.395	93,036.47

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Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Health and Human Services (Continued):			
NIH 5 U01 CA062487-17	Direct	93.395	\$ 88.95
NIH 5 U01 CA062487-18	Direct	93.395	264,004.37
NIH 5 U01 CA062487-18	Direct	93.395	44,463.00
NIH 5 U01 CA062487-19	Direct	93.395	288,132.33
NIH 5 U10 CA14028-38	Direct	93.395	31,202.35
NIH 5 U10 CA14028-39	Direct	93.395	243,510.97
NIH 4 R01 CA077475-11	Direct	93.395	217,091.11
NIH 1 R21 CA155518-01A1	Direct	93.395	170,157.32
NIH 1 R01 CA123362-01A2	Direct	93.396	227,153.56
NIH 1 R01 CA160565-01A1	Direct	93.396	111,131.80
NIH 3 R01 CA131990-03S1	Direct	93.396	43,908.76
NIH 3 R01 CA1990-04S2	Direct	93.396	61,591.28
NIH 4 R37 CA046120-24	Direct	93.396	262,394.38
NIH 5 R01 CA084176-07	Direct	93.396	207,813.18
NIH 5 R01 CA089113-07	Direct	93.396	231,024.41
NIH 5 R01 CA109370-05	Direct	93.396	125,198.44
NIH 5 R01 CA114051-03	Direct	93.396	(38,738.36)
NIH 5 R01 CA116257-05	Direct	93.396	186,718.65
NIH 5 R01 CA118089-03	Direct	93.396	87,806.45
NIH 5 R01 CA127735-02	Direct	93.396	342,404.72
NIH 5 R01 CA130933-03	Direct	93.396	120,372.90
NIH 5 R01 CA131990-03	Direct	93.396	278,221.52
NIH 5 R01 CA132794-03	Direct	93.396	244,300.67
NIH 5 R01 CA151557-02	Direct	93.396	292,302.17
NIH 5 R01 CA61986-13	Direct	93.396	0.02
NIH 5 R01 CA61986-14	Direct	93.396	41,710.35
NIH 5 R21 CA162232-02	Direct	93.396	172,888.29
NIH 5 R37 CA046120-23	Direct	93.396	43,347.03
NIH R01 CA061986D	Direct	93.396	256,404.55
NIH R01 CA084176B	Direct	93.396	15,321.00
NIH R01 CA100475	Direct	93.396	242,990.57
NIH 5 U54 CA153606-02	Direct	93.397	77,559.76
NIH 3 P30 CA022453-28S2 Development	Direct	93.397	18,866.92
NIH 1 U54 CA153606-01	Direct	93.397	59,663.71
NIH 1 U54 CA153606-01-Administrative core	Direct	93.397	(46,021.37)
NIH 1 U54 CA153606-01-Hfhs subcontract	Direct	93.397	52,890.21
NIH 1 U54 CA153606-01-OUTREACH	Direct	93.397	1,680.33
NIH 1 U54 CA153606-01-PILOT PROJECT	Direct	93.397	43.38
NIH 1 U54 CA153606-01-Training	Direct	93.397	(483.99)
NIH 2 P30 CA022453-29 Behavioral	Direct	93.397	47,004.81
NIH 2 P30 CA022453-29 Epidemiology	Direct	93.397	40,118.33
NIH 2 P30 CA022453-29 Proteomics	Direct	93.397	45,783.11
NIH 3 P30 CA022453-28S2 Biostatisti	Direct	93.397	49,834.85
NIH 3 P30 CA022453-28S2 Genomics	Direct	93.397	16,432.01
NIH 3 P30 CA022453-28S2 Imaging	Direct	93.397	14,246.98
NIH 3 P30 CA022453-28S2 Master Adm	Direct	93.397	37,485.14
NIH 3 P30 CA022453-28S2 Pharmacology	Direct	93.397	4,609.81
NIH 3 P30 CA022453-28S2 Protocol Rev	Direct	93.397	11,280.56
NIH 3 P30 CA022453-28S2 Systems &	Direct	93.397	8,942.66
NIH 3 P30 CA022453-28S2Clinical Tr	Direct	93.397	111,861.99
NIH 3 P30 CA022453-28S2Flow Cytometr	Direct	93.397	13,827.06
NIH 3 P30 CA022453-28S2Protocol S	Direct	93.397	15,832.14
NIH 3 P30 CA022453-28S2Supp for caBIG	Direct	93.397	0.01
NIH 3 P30 CA022453-28S3Team Leadership	Direct	93.397	0.09
NIH 3 P30 CA022453-28S4Clinical Trials	Direct	93.397	(66,575.63)
NIH 3 P30 CA022453-30S2Clinical Trials	Direct	93.397	53,647.93
NIH 3 P30 CA022453-30S3To expand commu	Direct	93.397	52,680.67
NIH 3 P30CA022453-29S1Team Leadership	Direct	93.397	11,953.14
NIH 3 P30CA022453-29S2Clinical Trials	Direct	93.397	99,766.80
NIH 3 P30CA022453-29S3To expand commu	Direct	93.397	18,611.01
NIH 3 P30CA022453-30S1Team Leadership	Direct	93.397	41,755.41
NIH 5 P30 CA022453-25	Direct	93.397	17,890.11

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Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Health and Human Services (Continued):			
NIH 5 P30 CA022453-27	Direct	93.397	\$ 0.67
NIH 5 P30 CA022453-28 Bioinformatic	Direct	93.397	16,158.80
NIH 5 P30 CA022453-28 Biostatistics	Direct	93.397	11,190.25
NIH 5 P30 CA022453-28 Clinical Tria	Direct	93.397	2,575.85
NIH 5 P30 CA022453-28 Confocal Micr	Direct	93.397	1,496.14
NIH 5 P30 CA022453-28 Cryo-Immu	Direct	93.397	2,644.77
NIH 5 P30 CA022453-28 Development F	Direct	93.397	2,171.68
NIH 5 P30 CA022453-28 Flow Cytometr	Direct	93.397	8,099.05
NIH 5 P30 CA022453-28 Genomics	Direct	93.397	1,828.05
NIH 5 P30 CA022453-28 Human Tissue	Direct	93.397	6,991.71
NIH 5 P30 CA022453-28 Master Admin	Direct	93.397	2,495.03
NIH 5 P30 CA022453-28 Pharmacology	Direct	93.397	652.81
NIH 5 P30 CA022453-28 Protocol Revi	Direct	93.397	1,080.91
NIH 5 P30 CA022453-28 Protocol S	Direct	93.397	828.06
NIH 5 P30 CA022453-2856 Bio Reposito	Direct	93.397	(0.04)
NIH 5 P30 CA022453-2856 Biostatisti	Direct	93.397	107,125.83
NIH 5 P30 CA022453-2856 Development	Direct	93.397	37,404.74
NIH 5 P30 CA022453-2856 Genomics	Direct	93.397	83,715.43
NIH 5 P30 CA022453-2856 Master Adm	Direct	93.397	67,475.72
NIH 5 P30 CA022453-2856 Microscopy I	Direct	93.397	214,407.11
NIH 5 P30 CA022453-2856 Pharmacology	Direct	93.397	16,974.80
NIH 5 P30 CA022453-2856 Protocol	Direct	93.397	7,138.89
NIH 5 P30 CA022453-2856 Protocol Rev	Direct	93.397	32,811.66
NIH 5 P30 CA022453-2856 Systems & Co	Direct	93.397	12,392.75
NIH 5 P30 CA022453-2856Clinical Tr	Direct	93.397	213,672.69
NIH 5 P30CA022453-30 Behavioral	Direct	93.397	53,546.38
NIH 5 P30CA022453-30 Bio Repository	Direct	93.397	65,343.62
NIH 5 P30CA022453-30 Developmental	Direct	93.397	54,485.57
NIH 5 P30CA022453-30 Epidemiology	Direct	93.397	69,379.77
NIH 5 P30CA022453-30 Genomics	Direct	93.397	243,210.64
NIH 5 P30CA022453-30 Microscopy	Direct	93.397	387,863.14
NIH 5 P30CA022453-30 PHARMACOLOGY	Direct	93.397	35,094.47
NIH 5 P30CA022453-30 PROTEOMICS	Direct	93.397	46,434.19
NIH 5 P30CA022453-30 Protocol Revie	Direct	93.397	68,494.63
NIH 5 P30CA022453-30 Protocol Speci	Direct	93.397	45,231.46
NIH 5 P30CA022453-30Biostatistics	Direct	93.397	372,753.54
NIH 5 P30CA022453-30Clinical Trials	Direct	93.397	498,442.10
NIH 5 P30CA022453-30Master Adm.	Direct	93.397	147,779.63
NIH 5 U54 CA I53606-02	Direct	93.397	309,806.21
NIH 5 U54 CA I53606-02 AdministrativeC/F	Direct	93.397	5,924.93
NIH 5 U54 CA I53606-02AdministrativeCor	Direct	93.397	114,293.25
NIH 5 U54 CA I53606-02Outreach	Direct	93.397	85,455.56
NIH 5 U54 CA I53606-02Pilot Project	Direct	93.397	38,739.70
NIH 5 U54 CA I53606-02Rev Training	Direct	93.397	13,389.34
NIH 5 U54 CA I53606-02RevOutreach	Direct	93.397	37,017.73
NIH 5 U54 CA I53606-02revPilot Project	Direct	93.397	1,204.86
NIH 5 U54 CA I53606-02S1 AdminSupplement-	Direct	93.397	40,443.05
NIH 5 U54 CA I53606-02Training	Direct	93.397	46,865.57
NIH 5 U54 CA I53606-03	Direct	93.397	9,502.41
NIH 5 U54 CA I53606-03AdministrativeCor	Direct	93.397	5,272.91
NIH 5 U54 CA I53606-03Outreach	Direct	93.397	5,227.78
NIH 5 U54 CA I53606-03Training	Direct	93.397	780.12
NIH I F31 CA I65853-01	Direct	93.398	15,285.62
NIH 5 F32 CA I42038-02	Direct	93.398	37,824.98
NIH 5 F32 CA I42038-03	Direct	93.398	10,476.03
NIH 5 K07 CA I19109-05	Direct	93.398	120,872.05
NIH 5 K07 CA I25203-05	Direct	93.398	120,092.42
NIH 5 K07 CA I27214-05	Direct	93.398	149,922.35
NIH 3 U01 CA I14583-05S1	Direct	93.399	5,901.27
NIH 3 U01 CA I14583-05S2	Direct	93.399	3,260.84
NIH 3 U01 CA I14583-05S4	Direct	93.399	4,835.96
NIH 5 R01 CA I20009-05	Direct	93.399	5,261.10

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Health and Human Services (Continued):			
NIH 5 U01 CA114583-05	Direct	93.399	\$ (765.57)
NIH 5 U01 CA117478-03	Direct	93.399	7,305.15
NIH 5 U01 CA117478-04	Direct	93.399	(2,656.30)
NIH 5 U01 CA117478-04	Direct	93.399	(5,540.61)
NIH 5 U01 CA117478-04	Direct	93.399	8,437.58
NIH 5 U01 CA117478-05	Direct	93.399	(1,260.92)
NIH 5 U01 CA117478-05	Direct	93.399	(11,873.77)
NIH 5 U01 CA117478-05	Direct	93.399	(126.56)
NIH 5 U01 CA117478-05	Direct	93.399	(1,324.25)
NIH 5 U01 CA117478-05	Direct	93.399	(36,387.59)
NIH 5 U01 CA117478-05	Direct	93.399	(61.44)
ARRA HRSA 1 D76 HP20964-01	Direct	93.411	29,563.11
ARRA NIH 1 R01 GM084248-01	Direct	93.701	76,319.88
ARRA NIH 1 R01 HL095819-01	Direct	93.701	140,904.78
ARRA NIH 1 R03 HD061431-01	Direct	93.701	(1,950.05)
ARRA NIH 1 R21 AI073639-01A2	Direct	93.701	97,611.15
ARRA NIH 1 R56 DK087848-01A1	Direct	93.701	71,808.70
ARRA NIH 1 RC1 AT005699-01	Direct	93.701	(1,497.12)
ARRA NIH 1 RC1 AT005699-02	Direct	93.701	56,055.46
ARRA NIH 2 R01 EY014370	Direct	93.701	218,776.39
ARRA NIH 2 R01 HL055473-14	Direct	93.701	203,868.41
ARRA NIH 2 R01 NS043783-06A2	Direct	93.701	27,027.84
ARRA NIH 3 K07 CA119109-03S1	Direct	93.701	36,386.47
ARRA NIH 3 K07 CA125203-02S1	Direct	93.701	38,953.58
ARRA NIH 3 K07 CA127214-02S1	Direct	93.701	16,859.93
ARRA NIH 3 P30 CA022453Z	Direct	93.701	5,061.55
ARRA NIH 3 R01 AG014343-12S1	Direct	93.701	14,182.58
ARRA NIH 3 R01 CA060691-15S1	Direct	93.701	(423.50)
ARRA NIH 3 R01 CA120009-04S1	Direct	93.701	17,251.81
ARRA NIH 3 R01 CA131151-02S1	Direct	93.701	(791.73)
ARRA NIH 3 R01 DC000156-28A1S1	Direct	93.701	0.02
ARRA NIH 3 R01 ES005823-16S1	Direct	93.701	17,977.40
ARRA NIH 3 R01 EY017960-02S1	Direct	93.701	(730.20)
ARRA NIH 3 R01 GM071927Z	Direct	93.701	725.72
ARRA NIH 3 R01 HL067814-07S1	Direct	93.701	(2,848.78)
ARRA NIH 3 R01 HL087272-01A1S1	Direct	93.701	18,817.74
ARRA NIH 3 R01 RGM079529-01A2S1	Direct	93.701	61,131.76
ARRA NIH 3 R37 CA046120-21S1	Direct	93.701	(1,749.67)
ARRA NIH 3 U01 CA062487-16S1	Direct	93.701	140,968.20
ARRA NIH 3 U01 CA114583-05S2	Direct	93.701	40,904.51
ARRA NIH 3 U01 CA114583-05S3	Direct	93.701	(3,869.53)
ARRA NIH 3 U10 HD037261-10S1	Direct	93.701	2,106.08
ARRA NIH 3 U10 HD039005-08S1	Direct	93.701	104,815.83
ARRA NIH 4 R01 HD059817-03	Direct	93.701	22,150.07
ARRA NIH 5 P30 HL101301-02	Direct	93.701	26,117.46
ARRA NIH 5 R01 CA077475-10	Direct	93.701	2,897.88
ARRA NIH 5 R01 CA092344-08	Direct	93.701	(13,155.28)
ARRA NIH 5 R01 CA132780-02	Direct	93.701	19,135.79
ARRA NIH 5 R01 CA132780-02	Direct	93.701	21,118.78
ARRA NIH 5 R01 DA026861-02	Direct	93.701	210,140.00
ARRA NIH 5 R01 DK076629-02	Direct	93.701	5,761.55
ARRA NIH 5 R01 ES003656-19	Direct	93.701	(659.86)
ARRA NIH 5 R01 NS045207-06	Direct	93.701	8,607.82
ARRA NIH 5 R21 AI081174-2	Direct	93.701	12,406.79
ARRA NIH 5 R21 CA139369-02	Direct	93.701	21,898.69
ARRA NIH 5 R21 CA141832-02	Direct	93.701	40,651.81
ARRA NIH 5 R21 ES016373-02	Direct	93.701	60,980.74
ARRA NIH 5 R21 EY018902-02	Direct	93.701	10,930.53
ARRA NIH 5 R21 NS065397-02	Direct	93.701	70,018.77
ARRA NIH 5 RC1 RMD004692Z	Direct	93.701	59,082.15
ARRA NIH 5 RC1 CA146576-02	Direct	93.701	90,832.81

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Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Health and Human Services (Continued):			
ARRA NIH 5 RC1 RMD004692Z UCSF	Direct	93.701	\$ 17,157.32
ARRA NIH 5 RC1 RMD004692Z WRIGHT STATE	Direct	93.701	9,120.60
ARRA NIH 7 R21 CA139018-03	Direct	93.701	163,316.02
ARRA NIH HHSN272201000039C	Direct	93.701	717,830.21
ARRA NIH HHSN272201000039C	Direct	93.701	27,360.94
ARRA NIH HHSN272201000039C	Direct	93.701	6,833.82
ARRA NIH HHSN272201000039C	Direct	93.701	1,471.70
ARRA NIH HHSN272201000039C	Direct	93.701	149,592.83
ARRA NIH HHSN272201000039C	Direct	93.701	44,888.81
ARRA NIH R21 LM010137-01	Direct	93.701	140,222.62
HRSA 1 U76HP20206-01-00	Direct	93.824	15,400.16
HRSA 5 U76HP20206-02-00	Direct	93.824	448,924.86
HRSA U76HP20206-03-00	Direct	93.824	5,029.82
NIH 1 F30 HLI05003-01	Direct	93.837	1,094.50
NIH 1 R01 HL096787-01A1	Direct	93.837	334,814.88
NIH 1 R01 HL098945-01A1	Direct	93.837	114,197.98
NIH 1 R01 HL098945-01A1	Direct	93.837	112,452.61
NIH 1 R21 HL097191-01A1	Direct	93.837	144,752.56
NIH 1 R21 HLI04481-01	Direct	93.837	114,284.76
NIH 1 R34 HLI07664-01A1	Direct	93.837	155,877.64
NIH 1 U01 HL097889-01	Direct	93.837	(3,175.31)
NIH 1 U01 HL097889-02	Direct	93.837	4,554.20
NIH 1 U01 HL097889-03	Direct	93.837	897,645.93
NIH 1 U01 HL097889-04	Direct	93.837	289,692.65
NIH 2 R01 HL055473-15A1	Direct	93.837	44,298.60
NIH 3 R01 HL096787-02S1	Direct	93.837	66,160.83
NIH 5 F30 HLI05003-02	Direct	93.837	28,497.53
NIH 5 F30 HLI05003-03	Direct	93.837	884.95
NIH 5 R00 HL089350-03	Direct	93.837	220,508.33
NIH 5 R01 HL050710-16	Direct	93.837	450,031.43
NIH 5 R01 HL066132-07	Direct	93.837	222,391.28
NIH 5 R01 HL071071D	Direct	93.837	346,587.46
NIH 5 R01 HL072684-08	Direct	93.837	234,425.89
NIH 5 R01 HL079102-05	Direct	93.837	(16,992.37)
NIH 5 R01 HL087014-02	Direct	93.837	2,462.18
NIH 5 R01 HL087014-02	Direct	93.837	349,664.44
NIH 5 R01 HL088615-04	Direct	93.837	400,334.38
NIH 5 R01 HL67814-07	Direct	93.837	160,781.22
NIH 5 R21 HLI08230-02	Direct	93.837	148,488.70
NIH 7 R01 HL078773-05	Direct	93.837	145,496.56
NIH 7 R01 HL084337-05	Direct	93.837	361,043.63
NIH 1 R01 HL087272-04	Direct	93.838	28,592.91
NIH 1 R01 HLI14097 01	Direct	93.838	616,252.06
NIH 5 R01 HL085537-04	Direct	93.838	238,464.81
NIH 5 R01 HL086720-05	Direct	93.838	402,058.98
NIH 5 R01 HL087272-05	Direct	93.838	708,216.58
NIH 7 R01 HL096800-03	Direct	93.838	431,749.73
NIH 1 R01 AR 057808-01A1	Direct	93.846	772,401.80
NIH 1 R01 AR 057808-01A1	Direct	93.846	78,887.06
NIH 5 R01 AR048816-08	Direct	93.846	105,332.15
NIH 1 F30 DK084654-01	Direct	93.847	(17.00)
NIH 1 F30 DK084654-02	Direct	93.847	6,260.21
NIH 1 F30 DK084654-03	Direct	93.847	17,796.55
NIH 1 R01 DK089167-01	Direct	93.847	433,495.58
NIH 1 R01 DK090313-01	Direct	93.847	375,894.00
NIH 1 R21 DK089238A-01A1	Direct	93.847	203,868.90
NIH 1 R21 DK090598-02	Direct	93.847	223,627.95
NIH 2 R01 DK062292-08	Direct	93.847	37,075.99
NIH 2 R01 DK068139-06	Direct	93.847	460,234.86
NIH 5 F30 DK083195-02	Direct	93.847	208.34
NIH 5 F30 DK083195-03	Direct	93.847	31,641.03
NIH 5 F30 DK084654-05	Direct	93.847	1,517.24

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Health and Human Services (Continued):			
NIH 5 R01 DK059067-10	Direct	93.847	\$ 18,156.83
NIH 5 R01 DK059067-10	Direct	93.847	185,638.83
NIH 5 R01 DK062292-07	Direct	93.847	64,747.49
NIH 5 R01 DK076629-04	Direct	93.847	392,928.77
NIH 5 R01 DK081367-02	Direct	93.847	241,023.22
NIH 5 R01 DK091741-02	Direct	93.847	53,375.33
NIH 5 R01 DK58058-09	Direct	93.847	294,114.10
NIH 5 R01 DK074921-03	Direct	93.847	147,655.10
NIH 7 R01 DK081750-03	Direct	93.847	361,035.39
NIH 7 R01 DK081750-03	Direct	93.847	35,010.93
NIH 2 U01 DK074062-06	Direct	93.849	121,956.32
NIH 2 U01 DK074062-06	Direct	93.849	(1,487.32)
NIH 2 U01 DK074062-06	Direct	93.849	2,345.87
NIH 2 U01 DK074062-06	Direct	93.849	9,490.00
NIH 2 U01 DK074062-06	Direct	93.849	8,461.81
NIH 2 U01 DK074062-06	Direct	93.849	1,753.85
NIH 2 U01 DK074062-06	Direct	93.849	1,439.29
NIH 5 R01 DK068139-05	Direct	93.849	2,682.00
NIH 5 R21 DK077029-02	Direct	93.849	112.75
NIH 5 R21 DK077029-02	Direct	93.849	7,812.00
NIH 5 U01 DK074062-07	Direct	93.849	340,381.36
NIH 5 U01 DK074062-07	Direct	93.849	5,037.51
NIH 5 U01 DK074062-07	Direct	93.849	17,730.26
NIH 5 U01 DK074062-07	Direct	93.849	1,488.28
NIH 5 U01 DK074062-07	Direct	93.849	31,082.47
NIH 5 U01 DK074062-07	Direct	93.849	72,583.62
NIH 5 U01 DK074062-07	Direct	93.849	1,358.86
NIH 5 U01 DK074062-08	Direct	93.849	47,724.64
NIH 1 R01 NS064989-03	Direct	93.853	291,212.24
NIH 1 R13 NS077658A	Direct	93.853	45,000.00
NIH 1 R21 NS071339-01A1	Direct	93.853	232,786.15
NIH 1 R56 NS067157	Direct	93.853	361,054.34
NIH 1 U54 NS065712-01 CHOP	Direct	93.853	(1,544.80)
NIH 1 U54 NS065712-01 London	Direct	93.853	13,000.01
NIH 1 U54 NS065712-01 Nat'l Hist	Direct	93.853	0.02
NIH 1 U54 NS065712-01 Northwestern Univ	Direct	93.853	17,847.65
NIH 1 U54 NS065712-01 Pilot Prj	Direct	93.853	(2,386.15)
NIH 1 U54 NS065712-01 U/Penn	Direct	93.853	(38,654.30)
NIH 1 U54 NS065712-01 U/Roches	Direct	93.853	2,897.45
NIH 1 U54 NS065712-01 Uiv/Miami	Direct	93.853	(39,784.04)
NIH 2 R01 NS047198-06A1	Direct	93.853	274,264.30
NIH 2 R01 NS047198-06A1	Direct	93.853	3,582.56
NIH 2 U10 NS059012-06-Neurological	Direct	93.853	18,678.23
NIH 5 F30 NS063651-02	Direct	93.853	17,281.74
NIH 5 F30 NS063651-03	Direct	93.853	7,823.11
NIH 5 K23 NS072279-02	Direct	93.853	144,086.95
NIH 5 R01 NS038236-09	Direct	93.853	5,780.61
NIH 5 R01 NS038236-09	Direct	93.853	20,199.59
NIH 5 R01 NS041319-09	Direct	93.853	(54,108.61)
NIH 5 R01 NS0419922-09	Direct	93.853	332,929.78
NIH 5 R01 NS055167-03	Direct	93.853	136,105.19
NIH 5 R01 NS057167-05	Direct	93.853	385,921.69
NIH 5 R01 NS058802-05	Direct	93.853	293,856.25
NIH 5 R01 NS058802-05	Direct	93.853	7,953.14
NIH 5 R01 NS059947-03	Direct	93.853	296,790.28
NIH 5 R01 NS064033-04	Direct	93.853	304,033.76
NIH 5 R01 NS064097-04	Direct	93.853	196,776.51
NIH 5 R01 NS064976-03	Direct	93.853	201,074.57
NIH 5 U01 NS061264-03	Direct	93.853	4,388.07
NIH 5 U01 NS061264-03 (Rainbow)	Direct	93.853	22,604.55
NIH 5 U01 NS061264-03 (UM)	Direct	93.853	5,419.56
NIH 5 U01 NS061264-04	Direct	93.853	240,794.64

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Health and Human Services (Continued):			
NIH 5 U01 NS061264-04	Direct	93.853	\$ 52,324.00
NIH 5 U01 NS061264-04	Direct	93.853	66,487.95
NIH 5 U01 NS061264-04	Direct	93.853	78,356.31
NIH 5 U01 NS061264-04	Direct	93.853	69,569.04
NIH 5 U01 NS061264-04	Direct	93.853	65,458.99
NIH 5 U01 NS061264-04	Direct	93.853	64,818.36
NIH 5 U01 NS061264-05	Direct	93.853	300,738.44
NIH 5 U01 NS061264-05	Direct	93.853	132,640.63
NIH 5 U10 NS059012-03	Direct	93.853	260,706.46
NIH 5 U10 NS059012-03	Direct	93.853	37,402.85
NIH 5 U54 NS065712-02 CHOP	Direct	93.853	7,732.83
NIH 5 U54 NS065712-02 London	Direct	93.853	(320.88)
NIH 5 U54 NS065712-02 Natl Hist	Direct	93.853	12,597.75
NIH 5 U54 NS065712-02 Pilot Prj	Direct	93.853	108,117.73
NIH 5 U54 NS065712-02 U/Penn	Direct	93.853	175,299.12
NIH 5 U54 NS065712-02 U/Roches	Direct	93.853	27,292.60
NIH 5 U54 NS065712-02 Uiv/Miami	Direct	93.853	265,323.55
NIH 5 U54 NS065712-02 WSU Admin	Direct	93.853	(1,825.57)
NIH 5 U54 NS065712-02S1 U/FI	Direct	93.853	9,522.13
NIH 5 U54 NS065712-03 CHOP	Direct	93.853	13,894.99
NIH 5 U54 NS065712-03 London	Direct	93.853	67,290.00
NIH 5 U54 NS065712-03 Natl Hist	Direct	93.853	11,083.50
NIH 5 U54 NS065712-03 Pilot Prj	Direct	93.853	42,276.21
NIH 5 U54 NS065712-03 U/Penn	Direct	93.853	20,388.96
NIH 5 U54 NS065712-03 U/Roches	Direct	93.853	46,431.47
NIH 5 U54 NS065712-03 Uiv/Miami	Direct	93.853	123,798.94
NIH 5 U54 NS065712-03 WSU Admin	Direct	93.853	60,806.70
NIH 1 K01 AI099006-01A1	Direct	93.855	14,705.73
NIH 1 R21 AI092055-01	Direct	93.855	127,208.06
NIH 1 R21 AI095520A	Direct	93.855	115,868.57
NIH 1 R56 AI093622A	Direct	93.855	168,466.87
NIH 1 R56 AI099390	Direct	93.855	5,737.64
NIH 5 R21 AI075239-02	Direct	93.855	1,000.55
NIH 5 R21 AI076591-02	Direct	93.855	701.16
NIH 1 R01 GM079529-01	Direct	93.859	361,284.02
NIH 1 R01 GM087467	Direct	93.859	346,745.49
NIH 1 R01 GM087596-01	Direct	93.859	269,645.15
NIH 1 R01 GM088886-01A2	Direct	93.859	245,421.07
NIH 1 R01 GM089900-03	Direct	93.859	329,993.99
NIH 1 R01 GM090270-01	Direct	93.859	298,756.14
NIH 1 R21 GM082821-01A1	Direct	93.859	10,622.81
NIH 2 R01 057200-01A1	Direct	93.859	240,138.38
NIH 2 R25 GM058905-10	Direct	93.859	74.47
NIH 2 R25 GM058905-10	Direct	93.859	(49.47)
NIH 2 R25 GM058905-10	Direct	93.859	(81.01)
NIH 2 R25 GM058905-10	Direct	93.859	(0.14)
NIH 3 R01 GM069941-03	Direct	93.859	1,842.44
NIH 5 R01 GM061689-08	Direct	93.859	79,549.87
NIH 5 R01 GM062160-09	Direct	93.859	460,927.64
NIH 5 R01 GM065525-07	Direct	93.859	43,096.49
NIH 5 R01 GM069941-03	Direct	93.859	11,353.30
NIH 5 R01 GM071927-03	Direct	93.859	1,215.88
NIH 5 R01 GM085116-05	Direct	93.859	208,587.66
NIH 5 R01 GM068813-05	Direct	93.859	136,844.94
NIH 5 R01 GM093110-02	Direct	93.862	271,664.17
NIH 3 U10 HD039005-10S1	Direct	93.864	39,700.80
NIH 5 U10 HD039005-08	Direct	93.864	8,740.91
NIH 5 U10 HD039005-08	Direct	93.864	946.68
NIH 5 U10 HD039005-09	Direct	93.864	(6,456.97)
NIH 5 U10 HD039005-10	Direct	93.864	270,326.70
NIH 1 R01 HD058510	Direct	93.865	391,640.52
NIH 1 R01 HD059817	Direct	93.865	97,918.02

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Health and Human Services (Continued):			
NIH I R01 HD062477-02	Direct	93.865	\$ 161,905.51
NIH I R01 HD062477-02	Direct	93.865	23,747.72
NIH I R01 HD062477-02	Direct	93.865	23,108.03
NIH I R01 HD062477-02	Direct	93.865	18,356.00
NIH I R01 HD062477-02	Direct	93.865	29,505.71
NIH I R01 HD062477-02	Direct	93.865	28,584.04
NIH I R01 HD062477-02	Direct	93.865	16,813.00
NIH I R01 HD062477-02	Direct	93.865	39,450.84
NIH I R01 HD062477-02	Direct	93.865	40,637.93
NIH I R01 HD062477-02	Direct	93.865	28,851.99
NIH I R01 HD062477-02	Direct	93.865	41,703.21
NIH I R01 HD062477-02	Direct	93.865	27,968.08
NIH I R01 HD062477-02	Direct	93.865	34,665.59
NIH I R01 HD062477-02	Direct	93.865	19,401.68
NIH I R01 HD062477-02	Direct	93.865	14,893.39
NIH I R01 HD062477-02	Direct	93.865	24,609.51
NIH I R01 HD062477-02	Direct	93.865	22,550.58
NIH I R01 HD062477-02	Direct	93.865	25,904.36
NIH I R01 HD062477-02	Direct	93.865	22,520.30
NIH I R01 HD062477-02	Direct	93.865	63,584.34
NIH I R01 HD062477-02	Direct	93.865	28,607.89
NIH I R01 HD062477-02	Direct	93.865	29,694.45
NIH I R01 HD062477-02	Direct	93.865	18,663.22
NIH I R01 HD064350-03	Direct	93.865	162,140.37
NIH I R01 HD064350-03	Direct	93.865	191,181.06
NIH I R03 HD058691-01A2	Direct	93.865	20,208.88
NIH I R03 HD070621-01	Direct	93.865	52,655.21
NIH 2 K12 HD001254-11	Direct	93.865	(0.11)
NIH 2 U10 HD021385-26	Direct	93.865	172,611.92
NIH 2 U10 HD027917-22	Direct	93.865	19,139.77
NIH 2 U10 HD050096-06	Direct	93.865	56.14
NIH 2 U10 HD050096-07	Direct	93.865	48,690.75
NIH 2 U10 HD050096-08	Direct	93.865	213,068.56
NIH 5 K01 HD061230-03	Direct	93.865	107,444.84
NIH 5 K08 HD050652-04	Direct	93.865	26.35
NIH 5 K12 HD001254-12	Direct	93.865	(4,163.74)
NIH 5 K12 HD001254-12	Direct	93.865	(2,661.60)
NIH 5 K12 HD001254-12	Direct	93.865	4,496.83
NIH 5 K12 HD001254-12	Direct	93.865	128.21
NIH 5 K12 HD001254-13	Direct	93.865	51,289.74
NIH 5 K12 HD001254-13	Direct	93.865	97,045.64
NIH 5 K12 HD001254-13	Direct	93.865	107,132.35
NIH 5 K12 HD001254-14	Direct	93.865	5,325.68
NIH 5 K12 HD001254-14	Direct	93.865	2,447.37
NIH 5 K12 HD001254-14	Direct	93.865	8,592.13
NIH 5 R01 HD031550-29	Direct	93.865	239,930.38
NIH 5 R01 HD031550-29	Direct	93.865	22,608.48
NIH 5 R01 HD036512-09	Direct	93.865	7,071.52
NIH 5 R01 HD039428-10	Direct	93.865	343,669.46
NIH 5 R01 HD039428-10	Direct	93.865	200,977.55
NIH 5 R01 HD045966B	Direct	93.865	226.33
NIH 5 R03 HD048487-02	Direct	93.865	30,881.60
NIH 5 R03 HD048487-02	Direct	93.865	112.88
NIH 5 R37 HD031550-27	Direct	93.865	25,396.88
NIH 5 U10 HD021385-27	Direct	93.865	151,796.01
NIH 5 U10 HD027917-23	Direct	93.865	35,071.12
NIH I F30 AG034752-01A2	Direct	93.866	4,099.10
NIH I F30 AG038138-01	Direct	93.866	11,179.00
NIH 5 F30 AG030900-03	Direct	93.866	384.04
NIH 5 F30 AG030900-04	Direct	93.866	10,277.09
NIH 5 F30 AG030900-05	Direct	93.866	16,484.40
NIH 5 F30 AG034752-02	Direct	93.866	31,279.38

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Health and Human Services (Continued):			
NIH 5 F30 AG034752-03	Direct	93.866	\$ 957.81
NIH 5 F30 AG038138-01	Direct	93.866	15,066.77
NIH 5 R01 AG00523319-22	Direct	93.866	1,896.58
NIH 5 R01 AG014343-14	Direct	93.866	143,060.31
NIH 5 R01 AG028466-04	Direct	93.866	84,203.83
NIH 5 R37 AG011230-18	Direct	93.866	574,437.94
NIH 1 R01 EY022230-01	Direct	93.867	15,334.43
NIH 2 R01 EY017960-04A1	Direct	93.867	166,044.76
NIH 3 R01 EY017313-03S1	Direct	93.867	2,290.16
NIH 5 P30 EY004068-30	Direct	93.867	482,909.82
NIH 5 R01 EY002986-33	Direct	93.867	408,588.07
NIH 5 R01 EY010869-16	Direct	93.867	309,684.12
NIH 5 R01 EY016058-07	Direct	93.867	384,888.50
NIH 5 R01 EY017130-07	Direct	93.867	353,783.58
NIH 5 R01 EY017313-03	Direct	93.867	381,725.56
NIH 5 R01 EY017960-03	Direct	93.867	279,938.58
NIH 5 R01 EY019021-04	Direct	93.867	226,265.26
NIH 5 R01 EY019888-02	Direct	93.867	235,229.71
NIH 7 R01 EY020533-02	Direct	93.867	16,273.42
NIH 7 R21 EY019401-02	Direct	93.867	39,472.44
NIH 1 R21 RHD071408A	Direct	93.965	21,319.54
NIH 5 R03 TW008624-02	Direct	93.989	52,111.63
Advaita Corp. - A Novel Method for	Pass Through	93.1R41GM87013-1	13,266.51
CRI - 7928-04-03 / N01-HD-4-3393	Pass Through	93.7928-04-03 / N01-HD-4-3393	117,029.68
CRI 4082-11-02 The Use of Lorezepam	Pass Through	93.4082-11-02	52,920.18
CRI 4082-11-02 The Use of Lorezepam	Pass Through	93.4082-11-02	(37,127.76)
CRI 7928-04-03 The Use of Lorezepam	Pass Through	93.7928-04-03	39,319.93
CRI 7928-04-03 The Use of Lorezepam	Pass Through	93.7928-04-03	53,000.00
Detroit R&D Novel HTS for Gap Junct	Pass Through	93.UNKNOWN	9.45
Duke HHSN272200900023C A Multi-Cent	Pass Through	93.HHSN272200900023C	26,860.78
EMMES Corp. #3192/#HHS-N-260-2005-0	Pass Through	93.#3192 / #HHS-N-260-2005-0007-C	69.72
GLSynthesis Rat Model: A Novel Anti	Pass Through	93.UNKNOWN	1,189.48
JHU AHRQ-11-1009-HIV Research	Pass Through	93.AHRQ-11-1009	70,050.22
JHU HHS290200600025C HIV Research	Pass Through	93.HHS290200600025C	3,715.44
Mayo Clinic# MCR-020-P2C Early	Pass Through	93.#MCR-0020-P2C	32,492.13
MDCH 20120564-00 Biobank Managemen	Pass Through	93.20120564-00	88,682.33
MMRF Aspirin in Reducing Events in	Pass Through	93.UNKNOWN	14,409.60
MMRF Aspirin in Reducing the Effect	Pass Through	93.U01AG029824	66,806.50
MSU - MANCS - BIO CORE	Pass Through	93.611407WS / HHSN067200700034C	131,071.81
MSU - MANCS - OB CORE	Pass Through	93.611407WS / HHSN067200700034C	638,581.78
MSU - MANCS - Peds.	Pass Through	93.611407WS / HHSN067200700034C	105,259.41
MSU 61-1413 MS Methods to Determine	Pass Through	93.61-1413 WA #2	86,915.32
MSU-LOI3-PHYS-02-A - SubK	Pass Through	93.611407WS / HHSN067200700034C	41,847.48
Seattle #EPIC 002/10058 The EPIC Observat	Pass Through	93.EPIC 002/10058SUB	177.84
SEMHA Fighting D in the D with Text	Pass Through	93.UNKNOWN	3,016.63
SEMHA Multi-year Contract	Pass Through	93.UNKNOWN	21,603.10
UNC 5-56011 Hispanic Community He	Pass Through	93.5-56011	94,320.24
Univ of Wisconsin - 201K806 Inner City Asthma	Pass Through	93.AGRM# 201K806 HHSN272200900052C	92,958.97
Univ. of Queensland R21A1098731 Dis	Pass Through	93.R21A1098731	10,622.27
UofM 3001201013 Subpopulations	Pass Through	93.3001201013	130,818.73
UofM SWOG Clinical Trials Initiative	Pass Through	93.UNKNOWN	41,517.09
UT Schwst - #GMO 601017	Pass Through	93.GMO 601017 / N01-HB-07159	1,160.78
UT Schwst - #GMO 601017	Pass Through	93.GMO 601017 / N01-HB-07159	1,166.78
Visca HHS0100201000004	Pass Through	93.HHS0100201000004C	(7,585.91)
Visca HHS0100201000004	Pass Through	93.HHS0100201000004C	7,919.82
Visca HHS0100201000004	Pass Through	93.HHS0100201000004C	(6,415.11)
Westat 8530-S045 NICHD International Pe	Pass Through	93.8530-S045	9,031.46
Westat 8530-S045 NICHD International Pe	Pass Through	93.8530-S045	95,356.83
Westat 8530-S045 NICHD Internation	Pass Through	93.8530-S045	156,342.04
Westat 8530-S045 NICHD Internation	Pass Through	93.8530-S045	12,225.33
Westat 8530-S045 NICHD Internation	Pass Through	93.8530-S045	144,523.96
Westat 8530-S045 NICHD Internationa	Pass Through	93.8530-S045	297,893.52

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Health and Human Services (Continued):			
Westat 8610-S05 The Ultrasound Stud	Pass Through	93.HHSN261200800029C	\$ 140,899.94
Yale Univ Serv Agreement ALL RMN Proto	Pass Through	93.UNKNOW	274,396.18
RTI 3-312-0212294 CDC Translational	Pass Through	93.061	1,013.93
RTI 3-312-0212294 CDC Translational	Pass Through	93.061	31,983.64
CHAG Awaken to Change	Pass Through	93.102	31,000.08
JHU 2001286998 Covered Cheatham Pla	Pass Through	93.103	100.00
Harvard School 23515 112095	Pass Through	93.113	109,017.21
UofM U01 DE019258 Urban Community	Pass Through	93.121	(6,850.63)
UofM #3001020976 Great Lakes Regional	Pass Through	93.127	(0.11)
UofM 3001656190 Progesterone for Trau	Pass Through	93.127	2,923.99
UofM Great Lakes Emergency	Pass Through	93.127	9,425.03
UofM Great Lakes Emergency Medical Se	Pass Through	93.127	126,119.86
MDCH 20113324-00 Biomonitoring	Pass Through	93.161	(511.44)
MDCH 20120565-00 Biomonitoring	Pass Through	93.161	20,494.24
Beth Israel 5 R01 MH078113-05 Bipol	Pass Through	93.242	57,028.80
Beth Israel BSNIP 5 R01MH078113-04	Pass Through	93.242	163,589.73
Univ of Pitts Psychobiology of Suicidal	Pass Through	93.242	24,070.12
Univ of Pittsburgh 9006261 (117840-1) Longi	Pass Through	93.242	37,430.70
Univ. of Chicago 42212-A Proteomic	Pass Through	93.242	8,177.47
UofM Predicting placebo response	Pass Through	93.242	(249.26)
UofM Predicting placebo response	Pass Through	93.242	16,456.26
MDCH 20112249-00 State Data Quality	Pass Through	93.243	132.60
MDCH 20121869-00 State Enhancement	Pass Through	93.243	58,782.69
NY School of Medicine-03-1144	Pass Through	93.279	5,896.38
UofM 3001300282 Ecologic Stressors,	Pass Through	93.279	200,829.14
UofM 3001399661 Interaction of smoki	Pass Through	93.279	34,007.61
UofM Development and Use 3001689382	Pass Through	93.279	63,468.73
UofM Neurochemistry of Opiate Abuse	Pass Through	93.279	34,384.11
Yale Univ A08051 M11A10863 Screening to	Pass Through	93.279	38,409.37
NY School of Med08-1429.Proj#	Pass Through	93.307	34,864.92
NY School of Med08-1429.Proj#801362	Pass Through	93.307	31,037.22
MSU 61-0853VVS Reducing Health Dispa	Pass Through	93.361	(101.48)
UofM #3001300436 Altered Brain Funct	Pass Through	93.361	1,757.62
UofM subc #3001651805 Claude D. Pepp	Pass Through	93.361	25,996.38
Carnegie Mellon U. 1090303-255987	Pass Through	93.389	1,107.62
Carnegie Mellon U. 1090331-274664	Pass Through	93.389	70,549.00
Duke Uni-203-0316-CA142081-03	Pass Through	93.393	142,190.12
Mayo Clinic 5 R01 CA97075-09	Pass Through	93.393	36,920.28
Mayo Clinic 5 R01 CA97075-10	Pass Through	93.393	18,053.40
Mayo Clinic 5 R01 CA97075-10	Pass Through	93.393	4,962.64
Mount Sinai Sch of Med 0255-1991-4609	Pass Through	93.393	9,069.31
Mount Sinai Sch of Med 0255-1991-4609CA120658-04	Pass Through	93.393	(637.06)
MSU CA136861-01 Life	Pass Through	93.393	573,380.96
MUSC 12-0555 Breast cancer oncogenes	Pass Through	93.393	11,900.63
Univ of Texas MD Anderson CA148127-03	Pass Through	93.393	18,457.10
Univ of Texas MD Anderson 34397/98210704	Pass Through	93.393	23,784.80
Univ of Texas MD Anderson CA148127-01	Pass Through	93.393	(8,609.25)
Univ of Texas MD Anderson CA148127-02	Pass Through	93.393	86,218.19
Univ of Texas MD Anderson R01 CA141716-01	Pass Through	93.393	(154.07)
UofM 3001333049 CA109686-05	Pass Through	93.393	97,830.97
UofM CA119202-02 Disparity in Qualit	Pass Through	93.393	42,616.05
USC H47346 5 R01 CA134786-03	Pass Through	93.393	111,255.62
Illinois Inst 1 R21 CA139386-01	Pass Through	93.394	1,320.14
21ST Century Therapeutics	Pass Through	93.395	13,050.59
ACR U10 CA0021661 RTOG	Pass Through	93.395	59,485.54
ACRIN #4476 Phase II Trial of 64 Cu	Pass Through	93.395	2,520.00
ACRIN #4776 & CA80098 Comm	Pass Through	93.395	2,804.83
ACRIN #4776 & CA80098 Comm	Pass Through	93.395	14,036.57
ACRIN #6678 FDG-PET/CT as a Predict	Pass Through	93.395	14,440.03
ACRIN 6688-Phase II Study of 3' -de	Pass Through	93.395	11,167.71
Case Western Univ	Pass Through	93.395	41,583.42
Case Western Univ RESS06416	Pass Through	93.395	39,527.86

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Health and Human Services (Continued):			
CHOP Children's Oncology Group (COG	Pass Through	93.395	\$ 9,843.23
CHOP Children's Oncology Group (COG)	Pass Through	93.395	5,097.02
CHOP Children's Oncology Group subin	Pass Through	93.395	24,612.78
Duquesne University #R01 CA125153 A	Pass Through	93.395	12,364.70
Duquesne University #R01 CA125153 A	Pass Through	93.395	118.45
GOG Agreement No 27469 012 Clinical	Pass Through	93.395	90,957.72
NCCF 020825 Children's Oncology	Pass Through	93.395	5,776.82
NCCF 020825 Children's Oncology Gro	Pass Through	93.395	18,100.00
NCCF 020966 Children's Oncology Gro	Pass Through	93.395	9,989.21
NCCF 020966 Children's Oncology Gro	Pass Through	93.395	71,618.35
NCCF 021002 Children's Oncology	Pass Through	93.395	5,474.07
NCCF 18774 Children's Oncology SUB	Pass Through	93.395	81,333.04
SWOG-U/M CA-32102 SWOG Cancer	Pass Through	93.395	25,207.99
Univ. of Texas 32335/98010557 Phase	Pass Through	93.395	9,884.36
UofM Novel Mcl-Inhibitors3001845459	Pass Through	93.395	25,153.02
UofM Novel Selective Small CA149442	Pass Through	93.395	17,443.52
UofM Novel Selective Small CA149442	Pass Through	93.395	21,834.49
UofM SWOG Operations Office	Pass Through	93.395	23,514.91
UofM SWOG Southwest Oncology Group	Pass Through	93.395	11,112.69
UofM-SWOG F025221	Pass Through	93.395	3,188.05
UofM-SWOG F025221	Pass Through	93.395	14,340.11
Translational Genomics Res	Pass Through	93.396	1,911.24
Univ of Texas MD Anderson 5 R01 CA069480-13	Pass Through	93.396	1,580.05
UofM 3001079885 Spore in Head and Ne	Pass Through	93.397	71,518.18
CTRC/ SWOG Enrollment Fund	Pass Through	93.399	50,001.25
NSABP PFED26WAY-01 Master Purchase	Pass Through	93.399	3,803.07
UofM 5 R01 CA088370-07-3000882960	Pass Through	93.399	(54,988.40)
UTHSCSA #CA37429 PCPT-Prostat	Pass Through	93.399	4,678.08
MDCH 20122126-00 ACA ANTIMI	Pass Through	93.521	29,182.63
MDCH 20110612-02 DDC Cross Project Evaluation	Pass Through	93.630	1,239.07
MDCH 20120567-00 Cross Proj Eval	Pass Through	93.630	17,196.00
ARRA UofM #3001357405 Candidate Epigenet	Pass Through	93.701	35,886.47
ARRA UofM 2 R01 HD03809806 Oral and Vagi	Pass Through	93.701	(0.14)
ARRA UofM CA139014-01 Disparity in Qualit	Pass Through	93.701	105,832.24
ARRA UofM CA139014-02 Disparities	Pass Through	93.701	101,844.86
ARRA UofM Chronic Renal Insufficiency Co	Pass Through	93.701	33,181.59
ARRA UofM Subaward No. 3001750681 The Univers	Pass Through	93.701	10,710.00
ARRA Boston Univeristy GC2078221NGC Sci	Pass Through	93.701	3,097.85
ARRA CHOP #950692RSUB CKID - Chronic	Pass Through	93.701	(9,156.97)
ARRA Univ of Cincinnati 3U01 CA076293-10S1	Pass Through	93.701	5.27
ARRA Yale Univ M12A11302(AS0201)-Amigos	Pass Through	93.701	188,612.45
GLSyntesis,Inc., Novel Antithrombot	Pass Through	93.837	56,970.32
LSU 01 I-75-060 New Methods to Deliv	Pass Through	93.837	35,129.58
NY School of Med 10-00427	Pass Through	93.837	7,513.03
NYSchoolofMed 10-00427,Proj#801558	Pass Through	93.837	61,622.67
SDSU 55974BP4003780221 I Autophagy	Pass Through	93.837	13,463.03
SDSU 55974BP4003780221 I Autophagy.	Pass Through	93.837	57,919.75
Univ of Toledo NS 2007-028	Pass Through	93.837	1,752.33
Univ. of Neb. #34-1822-2001-001 Hea	Pass Through	93.837	25,937.13
UofM 3001599250 THAPCA	Pass Through	93.837	879.34
UofM 3001599250 THAPCA	Pass Through	93.837	5,735.60
UofM 3001599250 THAPCA	Pass Through	93.837	10,380.37
UofM 3001599250 THAPCA	Pass Through	93.837	39,120.01
UofM 3001599250 THAPCA	Pass Through	93.837	18,800.82
UofM 3001599250 THAPCA	Pass Through	93.837	10,949.58
UofM 3001599334 THAPCA	Pass Through	93.837	16,787.22
UofM 3001599334 THAPCA	Pass Through	93.837	20,421.84
UofM 3002274378 Tranlycypro	Pass Through	93.837	6,908.20
VP Dgnstcs 2 R44 HL070576	Pass Through	93.837	2,585.48
UofM, 3001526659, Flagellin Stimulate	Pass Through	93.838	88,094.14
BCM 5600706237 TWITCH TCD with Tran	Pass Through	93.839	145,214.26
BCM 5600706237 TWITCH TCD with Tran	Pass Through	93.839	1,666.05

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Health and Human Services (Continued):			
BCM TWITCH Transfusions with Change	Pass Through	93.839	\$ 11,649.16
MCW Quality of Life After Treatment	Pass Through	93.839	7,431.89
MCW Quality of Life After Treatment	Pass Through	93.839	3,265.53
Natl Marrow Donor #0603 U01HL69294	Pass Through	93.839	2,736.72
NCCF: U01 HL69254 Protocol 0501	Pass Through	93.839	(520.00)
NERI U10 HL083721 Data Coordinating	Pass Through	93.839	69.87
NERI U10 HL083721 PROACTIVE TRIAL	Pass Through	93.839	4,831.97
St. Jude Children's 1270051-7402352 SWITCH	Pass Through	93.839	2,706.43
St. Jude Children's 1270051-7402352 SWITCH	Pass Through	93.839	1,125.00
St. Jude Children's Research Hospit	Pass Through	93.839	6,185.87
St. Jude Children's Research SUB	Pass Through	93.839	42,966.97
Rush Presbyterian R01AR057047-01	Pass Through	93.846	233,734.50
Syntrix Biosystems, Inc. 99mTc-DTB	Pass Through	93.846	68,918.76
UofM PROS (Patient Reported Outcome	Pass Through	93.846	51,849.16
UofM PROS Patient Reported Outcomes	Pass Through	93.846	469.68
CHOP #950670RSUB Chronic Kidney Dis	Pass Through	93.847	3,771.75
CHOP Chronic Kidney Disease in Chil	Pass Through	93.847	(21.19)
CHOP Chronic Kidney Disease in Chil	Pass Through	93.847	104.16
GHSU #20497-49 MICROMouse Project	Pass Through	93.847	43,235.37
GHSU 25034-8 MICROMouse: Phenotypin	Pass Through	93.847	5,866.77
Mercer 420627-WSU-04 The Church-Bas	Pass Through	93.847	54,767.33
Mercer 420641-WSU-05 The Church-Bas	Pass Through	93.847	20,999.07
UofM 3001878854 Pulse Wave Velocity	Pass Through	93.847	0.68
UofM 3002129530 Role of Lipolysis A	Pass Through	93.847	14,002.59
UoM 3001794871 Michigan Diabetes R	Pass Through	93.847	4,544.97
UofM 3001120295 U/M Renal Ctr	Pass Through	93.849	5,985.34
UofM 3001122847 Chronic Renal Insuffi	Pass Through	93.849	75,750.90
UofM 5U01 DK061028-08 #3001122847	Pass Through	93.849	109,799.43
UofM PO 3001348456 CRIC-Plus: Study	Pass Through	93.849	3,796.00
Brown R21 NS061176-01 #00000194	Pass Through	93.853	(51.75)
CCHMC 107759 Impact of Initial Ther	Pass Through	93.853	7,172.73
CCHMC 107759 Impact of Initial Ther	Pass Through	93.853	(756.00)
CCHMC 107759 Impact of Initial Ther	Pass Through	93.853	7,735.68
CCHMC 107759 Impact of Initial Ther	Pass Through	93.853	(81,358.55)
CHMC R01 NS045911	Pass Through	93.853	82,430.83
CHMC R01 NS045911 Childhood Absence	Pass Through	93.853	2,999.23
CHOP 951195RSUB The Role of ARX in	Pass Through	93.853	18,931.19
CHOP 951195RSUB The Role of ARX in	Pass Through	93.853	13,708.50
JHU 2001018022 ICH Removal: Minimal	Pass Through	93.853	12,573.22
Mass Gen Prtcl #CEF-ALS-2006	Pass Through	93.853	(267.07)
Mount Sinai Sch of Med 0255-1991-4609	Pass Through	93.853	592.63
Mount Sinai Sch of Med 1U01NS045719	Pass Through	93.853	23,125.02
MUSC 08-078 SAMMPRIS	Pass Through	93.853	13,938.77
Univ of British Columbia F09-05194 Sec	Pass Through	93.853	63,645.01
Univ of Texas HSC 2U01NS038529-09	Pass Through	93.853	21,758.58
UofM 3000770510	Pass Through	93.853	19,549.85
UofM 3001413154 - POINT (WBH)	Pass Through	93.853	42,000.00
UofM 3001413154 -POINT-Neurology	Pass Through	93.853	24,138.48
UofM 3001413154-PNT- Platelet	Pass Through	93.853	24,665.68
UofM 3001739071, Mechanisms of Polyg	Pass Through	93.853	14,227.84
UofM Subaward - #500002957	Pass Through	93.853	11,997.58
UofM Subaward# 500002957	Pass Through	93.853	128,419.66
UT Southwestern GMO-120911 Noninvas	Pass Through	93.853	14,086.03
VCU PD302622-SC103748 Treatment of	Pass Through	93.853	3,339.28
Wash Univ - Silent Cerebral Infarct	Pass Through	93.853	(75,630.42)
Wash Univ WU-10-338 Silent Cerebral	Pass Through	93.853	73,455.77
Yale Univ A07868 Gene Targets	Pass Through	93.853	6,276.53
Yale Univ M08A11764 (A08383) Gene Target	Pass Through	93.853	6,409.88
Yale Univ M08A11764 (A08383) Gene Target	Pass Through	93.853	(610.61)
Brigham&Womens Hospital 108084 AIDS Clinical Trial Grou	Pass Through	93.855	17,664.45
George Washington Univ Terry Beirn CPCRA Clinic	Pass Through	93.855	113,771.58
George Washington Univ Terry Beirn CPCRA Clinic	Pass Through	93.855	286,979.38

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Department of Health and Human Services (Continued):			
ICR-M15-016-0704- I Task Order 4	Pass Through	93.855	\$ 4,116.21
SSS BRS-ACURE-S-11-000078-001230 AI	Pass Through	93.855	38,628.29
SSS-BRS-ACURE-Q-08-00156-T002	Pass Through	93.855	31,637.79
SSS-BRS-ACURE-S-12-000078-00124	Pass Through	93.855	6,420.00
University of Minnesota P0000680001	Pass Through	93.855	227,630.48
Advaita 2R42GM087013-02 Advaita Pha	Pass Through	93.859	37,924.00
Yale Univ Cooperative Multicenter	Pass Through	93.864	747.70
Yale Univ M12A11343-SPERM-Selection	Pass Through	93.864	33,653.42
CHLA 8020-RGF006368-00 Translating	Pass Through	93.865	734.99
Duke Univ. Site 112/R01 HD057956 FI	Pass Through	93.865	4,435.31
George Washington Univ 21050 Randomized Trial of an An	Pass Through	93.865	34,874.88
Hackensack UMC - Evolved Placental	Pass Through	93.865	66,777.15
MCW Intravenous Magnesium for Sickl	Pass Through	93.865	15,538.83
MCW Intravenous Magnesium for Sickl	Pass Through	93.865	8,815.64
MCW Intravenous Magnesium for Sickl	Pass Through	93.865	9,180.63
MCW Intravenous Magnesium for Sickl	Pass Through	93.865	1,571.37
MPHI K-30205-116-504200 Inborn Erro	Pass Through	93.865	41,137.41
Northwestern Univ.-SP0005888/PRO	Pass Through	93.865	7,504.29
Old Dominion Univ. 07-134-354991 HI	Pass Through	93.865	(446.58)
RTI International - U10HA036790	Pass Through	93.865	22,170.59
RTI International 0212456 Neonatal	Pass Through	93.865	42,507.53
UAB ATN Coordinating Center	Pass Through	93.865	68,684.48
UAB ATN Coordinating Center	Pass Through	93.865	18,398.55
Univ of Alabama 5 U01 HD040533-09 Subcode: 021	Pass Through	93.865	2,435.61
Univ of Utah #0000145815 CCDP	Pass Through	93.865	2,079.99
Univ of Utah #0000145816 Pertussis	Pass Through	93.865	3,702.04
Univ of Utah #2408022-11/PO#0000145121	Pass Through	93.865	7,298.50
Univ of Utah 0000145821 Bereavement	Pass Through	93.865	3,323.69
Univ of Utah 0000146716 TOPICC	Pass Through	93.865	19,564.32
Univ of Utah 2408022-11 / 0000141985	Pass Through	93.865	4,853.01
Univ of Utah 2408022-11 Sepsis	Pass Through	93.865	(9,114.89)
Univ of Utah CPCCRN Amendment CCDP	Pass Through	93.865	24,686.25
Univ of Utah CPCCRN Bereavement	Pass Through	93.865	32,323.61
Univ of Utah CPCCRN Pertussis	Pass Through	93.865	9,720.67
Univ of Utah CPCCRN TOPICC	Pass Through	93.865	99,484.69
Westat 7887-5032 ATN Adolescent Med	Pass Through	93.865	133,656.37
Westat 7887-5032 ATN Adolescent Med	Pass Through	93.865	14,880.35
Westat 7887-5032 ATN Adolescent Med	Pass Through	93.865	120,444.07
Westat 7887-5032 ATN Adolescent Med	Pass Through	93.865	3,361.11
Yale Univ Cooperative Multicenter	Pass Through	93.865	47,970.40
UofM 3002166622 Michigan Center for	Pass Through	93.866	236,037.15
Cleveland Clinic 2R01AG02230406A	Pass Through	93.866	38,850.39
Univ. of Kansas-FY2008-103-Downsizi	Pass Through	93.866	14,455.01
UofM 3001680452 Michigan Center fo	Pass Through	93.866	(888.85)
UofM 3001680452 Michigan Center fo	Pass Through	93.866	(0.05)
Notre Dame 201425-WSU Genetic Hiera	Pass Through	93.867	18,939.47
Univ of Illinois 201006621	Pass Through	93.879	3,909.03
KCMHSAS Dual Psychiatric/Public Hea	Pass Through	93.888	14,962.30
MDCH 20110123-00 Healthcare Prep	Pass Through	93.889	7,522.28
MDCH 20120570-00 Health Preparednes	Pass Through	93.889	60,898.87
AFG - YEPMP090031 Curbing AIDS/HIV	Pass Through	93.910	29,797.73
SEMHA Ryan White HIV/AIDS Sub 2	Pass Through	93.914	2,486.32
SEMHA Ryan White HIV/AIDS Treatment	Pass Through	93.914	103,400.67
SEMHA Ryan White HIV/AIDS Treatment	Pass Through	93.914	59,896.38
SEMHA Ryan White HIV/AIDS Treatment	Pass Through	93.914	2,705.17
SEMHA Ryan White HIV/AIDS Treatment	Pass Through	93.914	7,973.81
MDCH 20110615-00 Project Challenge	Pass Through	93.917	1,342.93
MDCH 20120746 Ryan White Part B	Pass Through	93.917	130,248.14
SEMHA Ryan White HIV/AIDS	Pass Through	93.918	51,967.12
MDCH 20110781-00 Horizons Project	Pass Through	93.940	2,768.06
MSU 61-0038SWSU Geriatrics Educatio	Pass Through	93.969	5,400.00
Total Agency: Department of Health and Human Services			99,324,269.08

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Research and Development Cluster (Continued):			
Other Federal:			
FNAL 223864-PHN Robert Harr Conveno	Direct	99.001	\$ 60,163.84
FNAL Award 11-S-017 Search for the	Direct	99.001	562.88
Total Agency: Other Federal			<u>60,726.72</u>
Research and Development Cluster Total			124,346,208.08
Financial Aid Cluster:			
US Department of Education:			
USEDP007A112102-11-12 SEOG	Direct	84.007	829,113.25
USEDP007A122102-12-13 SEOG	Direct	84.007	363,806.00
FCWS-P033A172102-07-08	Direct	84.033	0.15
FCWS-P033A112102-11-12	Direct	84.033	694,848.00
FCWS-P033A112102-11-12 Job location	Direct	84.033	64,763.99
FCWS-P033A122102-12-13	Direct	84.033	260,712.10
FCWS-P033A122102-12-13 Job location	Direct	84.033	20,904.42
Federal Perkins Loan (Loans Outstanding)	Direct	84.038	20,740,615.00
Federal Perkins Loan Administrative Cost	Direct	84.038	14,768.43
USEDP063P090245-Pell Grant 09-10	Direct	84.063	(810.00)
USEDP063P110245-Pell Grant 10-11	Direct	84.063	25,862.11
USEDP063P110245-Pell Grant 10-11	Direct	84.063	53,045.00
USEDP063P110245-Pell Grant 11-12	Direct	84.063	21,347,920.43
USEDP063P110245-Pell Grant 11-12	Direct	84.063	55,915.00
USEDP063P120245-Pell Grant 12-13	Direct	84.063	17,100,237.00
William D. Ford Federal Direct Loan Program (Loans Issued)	Direct	84.268	225,263,640.00
USED-Teach Grant-P379	Direct	84.379	246,750.00
Total Agency: US Department of Education			<u>287,082,090.88</u>
Department of Health and Human Services:			
Health Professions Student Loan Program-Medicine (Loans Outstanding)	Direct	93.342	2,441,061.00
Loans for Disadvantaged Students Program (Loans Outstanding)	Direct	93.342	1,417,369.00
Nursing Loan Program (Loans Outstanding)	Direct	93.364	39,060.00
Nursing Faculty Loan Program (Loans Outstanding)	Direct	93.264	1,674,939.00
ARRA Nursing Faculty Loan Program (Loans Outstanding)	Direct	93.408	60,267.00
Total Agency: Department of Health and Human Services			<u>5,632,696.00</u>
Financial Aid Cluster Total			292,714,786.88
SNAP Cluster:			
Department of Agriculture:			
MFF 12-99011 Nutrition Education Linking Les	Pass Through	10.551	54,668.63
MFF 12-WSU Detroit Healthy Youth Initiativ	Pass Through	10.561	184,473.51
SNAP Cluster Total			<u>239,142.14</u>
CDBG-Entitlement Grants Cluster:			
Department of Housing and Urban Development:			
City of Detroit PO#2858685 Outreac	Pass Through	14.218	38,937.35
CDBG-Entitlement Grants Cluster Total			<u>38,937.35</u>
JAG Program Cluster:			
Department of Justice:			
City of Detroit PO#2817843 Detroi	Pass Through	16.803	45,252.21
City of Detroit PO#2819659 Detroit	Pass Through	16.803	2,135.81
MSP 2009-50134 Midtown COMPSTAT Initiative	Pass Through	16.803	195,799.15
MSP 2009-50134 Midtown COMPSTAT Initiative	Pass Through	16.803	19,489.71
JAG Program Cluster Total			<u>262,676.88</u>
WIA Cluster:			
Department of Labor:			
SoM MNC5-2011 Simulation Technology	Pass Through	17.258	46,189.00
WIA Cluster Total			<u>46,189.00</u>

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Highway Planning and Construction Cluster:			
Department of Transportation:			
CalTrans Load and Resistance Factor	Pass Through	20.205	\$ 85,580.38
MDOT 2010-0298 Evaluating	Pass Through	20.205	134,027.41
MDOT 2009-0748/Z3 Impact of Non-Fre	Pass Through	20.205	99,420.68
MDOT 2010-0298 Z3	Pass Through	20.205	59,740.08
MDOT 2010-0298 Z4	Pass Through	20.205	167,010.93
MDOT 2010-0298/ORI0-031	Pass Through	20.205	85,628.09
MDOT 2010-0298-Z8	Pass Through	20.205	9,772.03
MDOT 2010-298Z3	Pass Through	20.205	77,471.96
MI OHSP CP-12-05 Update of Strategi	Pass Through	20.205	57,678.57
MI OHSP OP-12-02 Commercial Motor V	Pass Through	20.205	99,661.23
Highway Planning and Construction Cluster Total			<u>875,991.36</u>
Special Education (IDEA) Cluster:			
US Department of Education:			
Dispute Resolution Evaluation of the	Pass Through	84.027	9,066.82
Dispute Resolution MSEMP Evaluation of the Mi	Pass Through	84.027	6,115.72
Special Education (IDEA) Cluster Total			<u>15,182.54</u>
TRIO Cluster:			
US Department of Education:			
USED-P042A070958	Direct	84.042	(8,214.80)
USED-P044A060640	Direct	84.044	26,393.95
USED-P047A070286	Direct	84.047	339,093.53
USED-P047A120920	Direct	84.047	241,993.39
USED-P047V080040	Direct	84.047	418,440.56
USED-P047V120207	Direct	84.047	6,607.44
USED-P066A060293	Direct	84.066	(26,941.68)
USED-P066A110093	Direct	84.066	473,040.43
USED-P217A070217	Direct	84.217	221,598.07
TRIO Cluster Total			<u>1,692,010.89</u>
Early Intervention Services (IDEA) Cluster:			
US Department of Education:			
MDOE I11320-290QC1 Qualitati	Pass Through	84.181	83,827.18
MDOE I21320-290QC4	Pass Through	84.181	285,154.58
Early Intervention Services (IDEA) Cluster Total			<u>368,981.76</u>
Other Federal Awards:			
Department of Agriculture:			
MFF 10-11 WSU Integrating Nutrition	Pass Through	10.580	(5,365.47)
Total Agency: Department of Agriculture			<u>(5,365.47)</u>
Department of Commerce:			
UofM 3001624927 Unlocking 10,000 year	Pass Through	11.460	177.25
Total Agency: Department of Commerce			<u>177.25</u>
Department of Defense:			
US ArmyW911NF-12-1-0223	Direct	12.431	7,600.00
NGIA, HM1582-06-1-2046	Direct	12.630	32,716.15
DCC PTAC SP4800 11-2-1161	Pass Through	12.002	52,229.22
DCC PTAC SP4800-12-2-1261	Pass Through	12.002	95,466.92
Total Agency: Department of Defense			<u>188,012.29</u>
Department of Housing and Urban Development:			
General Revenue Bond Series 2007	Direct	14.000	251,850.88
Total Agency: Department of Housing and Urban Development			<u>251,850.88</u>

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Department of Justice:			
MCADSV Education training and	Pass Through	16.529	\$ 9,721.01
IAFN Evaluation of the IAFN	Pass Through	16.560	133,481.44
MDCH 20111933-002	Pass Through	16.575	2,661.36
MDCH 20120566-00	Pass Through	16.575	275,075.36
Total Agency: Department of Justice			420,939.17
National Aeronautics and Space Administration:			
MSGC Synthesis and Characteration	Pass Through	43.001	(101.16)
Total Agency: National Aeronautics and Space Administration			(101.16)
National Endowment for the Humanities:			
SoM/Mich. Strategic Fund I NL0001ZZ	Pass Through	45.025	300.00
Mi Humanit #2785H09 Brothers on the	Pass Through	45.129	7,875.50
Total Agency: National Endowment for the Humanities			8,175.50
National Science Foundation:			
NSF DMS-0951840	Direct	47.049	11,813.55
NSF SES0753656	Direct	47.075	33,462.10
NSF DUE-0736739	Direct	47.076	262.05
NCSU 2007-1553-1 Mathematics Instru	Pass Through	47.076	216,984.59
UofM #3001714540 Meeting the Challe	Pass Through	47.076	52,587.33
UofM #3001714540 subindex	Pass Through	47.076	9,680.74
UofM 3000806656 IGERT: Incentive-Cent	Pass Through	47.076	90,387.96
UofM AGEP Alliance	Pass Through	47.076	71,118.16
UofM AGEP Alliance-Sub449502	Pass Through	47.076	599.66
UofM AGEP Alliance-Sub449508	Pass Through	47.076	253.76
UofM AGEP Alliance-Sub449512	Pass Through	47.076	520.00
Total Agency: National Science Foundation			487,669.90
Environmental Protection Agency:			
EPA NE-00E00939	Direct	66.951	39,133.42
Mi Strategic BES 1043 2011	Pass Through	66.708	770.38
Total Agency: Environmental Protection Agency			39,903.80
Department of Energy:			
ARRA DoE DE-EE0002106	Direct	81.086	617,961.49
ARRA DoE DE-EE0002106	Direct	81.086	337,908.74
ARRA DoE DE-EE0002106	Direct	81.086	226,295.08
Total Agency: Department of Energy			1,182,165.31
US Department of Education:			
USED-Q215F090061	Direct	84.215	331,869.80
USED-U215K100225	Direct	84.215	121,349.04
USED-H325K110411	Direct	84.325	111,275.10
USED-P335A090142	Direct	84.335	21,277.98
USED-P335A090142	Direct	84.335	176,212.05
06-M111/National Writing Project Co	Pass Through	84.928	4,694.99
MDELEG 1011-1690 WIA Core	Pass Through	84.002	(12,116.21)
MDELEG 1112-1690 WIA Core	Pass Through	84.002	92,246.74
MDELEG 1112-1690 WIA Core	Pass Through	84.002	8,141.40
MDOE 113280-12185 Secondary Perkins	Pass Through	84.048	16,312.08
MDOE 133280-13185 Career and Techni	Pass Through	84.048	150.00
MDOE 132110/GI2058 Project Pipelin	Pass Through	84.287	42,244.83
GEAR UP/College Day Fy10-11	Pass Through	84.334	(6,449.98)
MDOE-GEAR UP Michigan	Pass Through	84.334	106,098.00
Mi Gear Up (Federal Funds)	Pass Through	84.334	217,607.80
BGSU 11100033-58920 Project CUE: Co	Pass Through	84.350	169,892.83
MDOE 100290-6618 Title II Part A(3)	Pass Through	84.367	236,456.08
Statewide Longitudinal Data Systems (STARR)	Pass Through	84.372	2,325.58
ARRA Statewide Longitudinal Data Systems (STARR)	Pass Through	84.384	23,674.42
Total Agency: US Department of Education			1,663,262.49

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Department of Health and Human Services:			
HRSA 2A22HP00012-12-00	Direct	93.124	\$ 22,231.00
HRSA 1 D40HP19639-01	Direct	93.191	2,798.35
HRSA 1 D40HP19639-02	Direct	93.191	130,271.25
HRSA 1 D40HP19639-03	Direct	93.191	20,251.67
HRSA 2 D09HP07974-04-00	Direct	93.247	(117.09)
HRSA 5 D09 HP16882-02-00	Direct	93.247	(1,471.10)
HRSA 5 D09 HP16882-03-00	Direct	93.247	398,854.88
HRSA 5 D09HP07974-05-00	Direct	93.247	237,149.36
HRSA 5 D09HP07974-06-00	Direct	93.247	48,672.73
NIH 1 R25 MD006810-01	Direct	93.307	209,439.26
HRSA 2 A10HP00214-12-00	Direct	93.358	37,714.50
HRSA 2 A10HP00214-12-00	Direct	93.358	25,142.71
NIH 5 T32 CA09531-24	Direct	93.398	3,291.00
NIH 5 T32 CA09531-25	Direct	93.398	160,598.18
NIH 5 T32 CA09531-26	Direct	93.398	31,488.99
HRSA 1 T57HP20595-01-00	Direct	93.513	381,331.00
HRSA 1 P04CS22778-01-00	Direct	93.527	79,704.75
ACF 90TZ0102-01	Direct	93.604	(108.88)
ACF 90TZ0102-02	Direct	93.604	22,406.76
ACF 90TZ0102-03	Direct	93.604	334,289.58
ACF 90DN0274-01	Direct	93.631	16,366.48
ACF 90DN0274-02	Direct	93.631	326,369.00
ACF 90DD0616-04	Direct	93.632	(881.90)
ACF 90DD0616-05	Direct	93.632	520,128.54
ACF 90DD0693-01	Direct	93.632	82,593.49
ARRA NIH 5 RC1 ES018406-02	Direct	93.701	267,296.02
ARRA NIH 5 RC1 ES018406-02	Direct	93.701	1,136.06
NIH 1 T32 DK080657-01A2	Direct	93.847	9,997.88
NIH 5 T32 DK080657-02	Direct	93.847	132,424.65
NIH 5 T32 DK080657-03	Direct	93.847	31,110.01
NIH 5 T32 AG000275-10	Direct	93.866	97,242.66
HRSA 1 T85HP24473-01-00	Direct	93.884	13,497.91
HRSA H76HA00105-22	Direct	93.918	674,965.13
HRSA H76HA00105-19-00	Direct	93.918	(88.03)
HRSA H76HA00105-20-00	Direct	93.918	(795.27)
HRSA H76HA00105-21-00	Direct	93.918	244,895.34
HRSA 1 T08 HP22368-01-00	Direct	93.925	4,541.50
36th District Court 2009SUB94017	Pass Through	93.2009 SU B9 4017	32,679.96
Univ of Illinois at Chicago MATEC	Pass Through	93.145	(3,452.99)
Univ of Illinois at Chicago MATEC	Pass Through	93.145	301,853.29
Univ of Illinois at Chicago-MATEC AIDS	Pass Through	93.145	46,493.21
MDCH 20110220-00 Ryan White Part D HIV/AIDS	Pass Through	93.153	3,501.29
MDCH 20120573-00 Ryan White Part D	Pass Through	93.153	758,994.97
MDCH 20111602-00 Wayne County Breast	Pass Through	93.283	75,581.45
MDCH 20120571-00 KCI Breast and Cervical Cancer Program	Pass Through	93.283	1,119,193.66
MDCH 20123090-00 MI-AHEC Retention Grant	Pass Through	93.414	2,530.12
MDCH 20113082-00 Working with Cont	Pass Through	93.630	(2,295.85)
MDCH 20120568-00 Working CoC	Pass Through	93.630	44,848.42
MDCH 20120575-00 SEAM	Pass Through	93.630	44,902.95
MDCH 20122641-00 Eval of the DDCs	Pass Through	93.630	89,396.25
MDCH 20122641-00 Eval of the DDCs	Pass Through	93.630	7,067.79
MPHI- Inborn Errors of Metabolism	Pass Through	93.865	32,715.67
SEMHA Ryan White HIV/Aids Treatment	Pass Through	93.918	120,693.35
SEMHA Ryan White HIV/AIDS Treatment	Pass Through	93.918	87,444.02
SEMHA Ryan White MAI Primary Care	Pass Through	93.918	73,393.20
SEMHA Ryan White MAI Primary Care	Pass Through	93.918	93,770.58
SEMHA Ryan White Part A	Pass Through	93.918	75,513.57
SEMHA Ryan White Part A	Pass Through	93.918	52,591.39
SEMHA Ryan White PartA-Primary Care	Pass Through	93.918	41,291.65
MDCH 20110747 HIV Prevention	Pass Through	93.940	134.14
MDCH 20120745-00 HIV/AIDS Prevention Services	Pass Through	93.940	132,274.09
MDCH 20122125-00 HIV Screening in t	Pass Through	93.940	193,795.95
MDCH 20110620-00 Midwest AIDS Training	Pass Through	93.977	658.09

Wayne State University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2012

Federal Agency/Pass-through Agency/Program Title	Direct/Pass Through	CFDA Number/Grant Number	Federal Expenditures
Department of Health and Human Services (Continued):			
MDCH 20120563-00 Midwest AIDS Training	Pass Through	93.977	\$ 79,462.34
MDCH 20120744 Horizons Project	Pass Through	93.991	120,359.47
MDCH 20123089-00 Minority Health	Pass Through	93.991	7,418.12
Total Agency: Department of Health and Human Services			<u>8,197,548.52</u>
Corporation for National & Community Services:			
Corporation for National & Community Services	Direct	94.006	166,572.17
MiDHS MACF 11-82315 11309 AmeriCorps Midtown Urban	Pass Through	94.006	16,042.50
MiDHS MACF 11-82334 PCA 11307	Pass Through	94.006	132,786.68
Total Agency: Corporation for National & Community Services			<u>315,401.35</u>
Other Federal Awards Total			<u>12,749,639.83</u>
Total Federal Expenditures			<u><u>\$ 433,349,746.71</u></u>

Wayne State University

Notes to Schedule of Expenditures of Federal Awards Year Ended September 30, 2012

Note 1 - Basis of Presentation and Significant Accounting Policies

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Wayne State University (the "University") under programs of the federal government for the year ended September 30, 2012. Expenditures reported on the Schedule are reported on the same basis of accounting as the basic financial statements, although the basis for determining when federal awards are expended is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. In addition, expenditures reported on the Schedule are recognized following the cost principles contained in OMB Circular A-21, *Cost Principles for Educational Institutions*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore, some amounts presented in this Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Because the Schedule presents only a selected portion of the operations of Wayne State University, it is not intended to and does not present the financial position, changes in net assets, or cash flows, if applicable, of Wayne State University. Pass-through entity identifying numbers are presented where available.

Note 2 - Subrecipient Awards

During the fiscal year ended September 30, 2012, the University disbursed \$9,768,256 to subrecipients. Of that amount, \$9,390,627 related to research and development cluster awards and \$377,629 related to other federal awards.

The 10 subrecipients receiving the most pass-through funding from the University for the year ended September 30, 2012 are as follows:

Federal Program Title	Amount Provided to Subrecipients
Azienda Ospedaliera	\$ 763,841
University of Michigan (including \$3,351 ARRA)	669,670
Henry Ford Health System (including \$290,090 ARRA)	561,462
University of Miami	429,752
Princess Margaret Hospital (Bahamas)	384,893
Rehabilitation Institute of Michigan (Vanguard)	359,553
New York University, School of Medicine	241,127
Detroit Wayne County Health Authority	235,989
Guangxi Medical University (China)	235,742
Macomb Community College	230,736
Total	<u>\$ 4,112,765</u>

Wayne State University

Notes to Schedule of Expenditures of Federal Awards Year Ended September 30, 2012

Note 3 - Federal Loan Program

During the fiscal year ended September 30, 2012, the University issued new loans to students under the Federal Direct Student Loan Program (FDLP). The loan program includes subsidized and unsubsidized Stafford Loans, Parents' Loans for Undergraduate Students (PLUS), and PLUS loans for graduate and professional students. The value of loans issued for the FDLP is based on disbursed amounts. The undergraduate PLUS loans are applied first to the student's tuition and fees, and any remaining balance is disbursed directly to the parents or, with the parents' permission, to the student. The loan amounts issued during the year are disclosed in the schedule of expenditures of federal awards under the Student Financial Aid Cluster.

In addition, the University participates in the Federal Perkins Loan Program through the Department of Education, the Health Professions Student Loan Program (including loans for disadvantaged students), the Nursing Student Loan Program, and the Nurse Faculty Loan Program through the Department of Health and Human Services. These loan programs that are directly administered by the University are considered revolving loan programs whereby collections received on past loans, including interest, and new funds received from federal agencies are loaned out to current students. The outstanding balances on these loans are disclosed in the schedule of expenditures of federal awards. The loans issued through these programs during the year ended September 30, 2012 are as follows:

<u>Cluster/Program Title</u>	<u>CFDA Number</u>	<u>Value of Loans Issued</u>
Department of Education, Federal Perkins Loan Program #P038A22102	84.038	\$ 1,854,325
Department of Health and Human Services: Health Professions Student Loan Program - Medicine #05L260044	93.342	171,950
Loans for Disadvantaged Students Program #6246108L	93.342	411,408
Department of Health and Human Services, Nursing Faculty Loan Program #E01HPI2975	93.264	871,761
Total		<u>\$ 3,309,444</u>

Wayne State University

Notes to Schedule of Expenditures of Federal Awards Year Ended September 30, 2012

Note 4 - Adjustments and Transfers

As allowable and in accordance with federal regulations issued by the U.S. Department of Education, the University expended \$166,262 of funds carried forward from the 2010-2011 Federal Work Study (FWS) Program (84.033) award in the 2011-2012 award year. In addition, in the 2012 award year, the University carried forward \$188,928 of the 2011-2012 FWS Program award to be expended on the FWS Program in the 2012-2013 award year.

During the 2012 award year, the University, also pursuant to federal regulations, transferred \$472,319 of the 2011-2012 FWS Program award to the Federal Supplemental Educational Opportunity Grant Program (84.007).

Note 5 - Indirect Costs

The University has approved predetermined indirect cost rates which are effective from October 1, 2008 to September 30, 2013. The approved rates for on-campus and off-campus research were 52 and 26 percent, respectively.

Wayne State University

Schedule of Findings and Questioned Costs Year Ended September 30, 2012

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major programs:

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

Type of auditor's 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 No

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
Various 84.007, 84.033, 84.038, 84.063, 84.268, 84.379, 93.264, 93.342, 93.364, and 93.408	Research and Development Cluster Student Financial Aid Cluster

Dollar threshold used to distinguish between type A and type B programs: \$3,000,000

Auditee qualified as low-risk auditee? Yes No

Wayne State University

Schedule of Findings and Questioned Costs (Continued) Year Ended September 30, 2012

Section II - Financial Statement Audit Findings

Reference Number	Finding
2012-01	<p>Finding Type - Significant deficiency</p> <p>Criteria - Generally accepted accounting principles (GAAP) require that costs be spread over the expected useful life in such a way as to allocate it as equitably as possible to the periods during which services are obtained from the use of the asset.</p> <p>Condition - Certain electronic library materials with archival rights, which extend the useful life to greater than one year, were expensed.</p> <p>Context - A net book value of approximately \$6.4 million in certain electronic library materials was expensed over a 10-year period (estimated useful life) that should have been capitalized.</p> <p>Cause - Certain library material expenditures were not flagged for capitalization in the University's general ledger. The University did not have a control in place to properly identify these costs for capitalization.</p> <p>Effect - Library expenses were overstated and capital assets were understated.</p> <p>Recommendation - The University should analyze additional general ledger accounts for expenditures that may require capitalization in accordance with GAAP and the University's capitalization policy.</p> <p>Views of Responsible Officials and Planned Corrective Actions - The University implemented a process to review library acquisitions in order to ensure expenditures are properly capitalized in accordance with GAAP and the University's capitalization policy.</p>

Wayne State University

Schedule of Findings and Questioned Costs (Continued) Year Ended September 30, 2012

Section III - Federal Program Audit Findings

Reference Number	Finding
2012-02	<p>Program Name - Student Financial Aid Cluster - Federal Direct Loan Program CFDA 84.268 (Direct)</p> <p>Pass-through Entity - N/A</p> <p>Finding Type - Significant deficiency and noncompliance</p> <p>Criteria - Returns of Title IV funds are required to be deposited or transferred into the Student Financial Assistance account or electronic fund transfers initiated to the Department of Education (ED) as soon as possible, but no later than 45 days after the date the institution determines that the student withdrew. Returns by check are late if the check is issued more than 45 days after the institution determined the student withdrew or the date the canceled check shows the check was endorsed more than 60 days after the date the institution determined the student withdrew (34 CFR Section 668.173(b)).</p> <p>Condition - For one of the 40 students tested for compliance with Return of Title IV requirements a proper and timely calculation was performed; however, the funds were not returned timely.</p> <p>Questioned Costs - The known questioned cost is \$2,041. We tested a total of \$51,816 calculated Title IV returns out of a total population of \$2,016,386.</p> <p>Context - Of the 40 students selected for return of Title IV testing, one student's withdrawal calculation was performed timely, but the funds were not returned within 45 days.</p> <p>Cause and Effect - The calculation of Title IV returns is initiated manually, as is the initiation of the actual return of the funds. The initiation of the return is usually done at the same time as the calculation; in this case, the return was properly calculated, but the return was not manually initiated due to human error. There are no mitigating controls in place that prevented this error.</p> <p>Recommendation - The University should implement a control to ensure that all calculated returns are initiated and actually returned within the required 45-day timeframe.</p> <p>Views of Responsible Officials and Planned Corrective Actions - The University has created a system-generated report to validate and document that Title IV funds are returned. The report will be generated, reviewed, and approved by a supervisor on a weekly basis to ensure that funds are returned within 45 days.</p>

Wayne State University

Schedule of Findings and Questioned Costs (Continued) Year Ended September 30, 2012

Section III - Federal Program Audit Findings (Continued)

Reference Number	Finding
2012-03	<p>Program Name - Student Financial Aid Cluster - Perkins Loan Program CFDA 84.038 (Direct)</p> <p>Pass-through Entity - N/A</p> <p>Finding Type - Significant deficiency</p> <p>Criteria - When a student with an outstanding Perkins loan defaults on their loan, the University is required to perform due diligence in its collection procedures. These procedures begin with the University, or the firm it engages, sending a coupon book to the student 30 days prior to the scheduled due date of the first payment. If the student misses the first scheduled payment, the collection efforts are to begin following the federal guidelines (34 CFR Section 674.43).</p> <p>Condition - For one of the 25 students selected for Perkins default status testing, it was noted that there were no collection efforts subsequent to the student's in-school deferment period.</p> <p>Questioned Costs - None</p> <p>Context - Of the 25 students selected for testing, one student's in-school deferment was not placed on their account, and subsequently was not appropriately placed back into repayment at the end of the deferment period.</p> <p>Cause and Effect - The University performed appropriate collection procedures on the student account until the student re-enrolled in a new institution. The University identified the student re-enrolled during their review of past due accounts; however, the deferment was never applied to the account. All collection efforts ceased prior to the deferment; however, when the deferment and subsequent grace period expired, the student should have been re-placed into repayment and collections procedures should have started again.</p> <p>Due to the fact the student's account was already identified as being in default prior to the in-school deferment, the account was marked as default but was not appropriately coded for collections. The University performs a periodic manual review of delinquent accounts; however, this student was not included on the reports that the University reviewed.</p>

Wayne State University

Schedule of Findings and Questioned Costs (Continued) Year Ended September 30, 2012

Section III - Federal Program Audit Findings (Continued)

Reference Number	Finding
2012-03 (Continued)	<p>Recommendation - The University should implement a control for ensuring that requests submitted to the firm it engages in billing and collection efforts (loan servicer) to update a student's account are satisfied. In addition, the University should implement a control procedure for the timely review of accounts that are greater than 180 days past due to determine whether they are properly coded for collections and whether those collection efforts are actually being implemented and enforced.</p> <p>Views of Responsible Officials and Planned Corrective Actions - The Student Accounts Receivable Department will institute procedures to review each request for deferment submitted to the loan servicer for processing within 48 hours of submission to confirm the deferment has been placed on the student's account. The department will also continue to perform a monthly review of defaulted accounts to ensure that all eligible accounts at least 180 days past due are placed with a collection agency.</p>

Reference Number	Finding
2012-04	<p>Program Name - Research & Development Cluster - Department of Health and Human Services (no CFDA) Contract number NIH N01-HD-2-3342 (Direct)</p> <p>Pass-through Entity - N/A</p> <p>Finding Type - Noncompliance greater than \$10,000</p> <p>Criteria - According to the allowable cost principles for Educational Institutions contained in OMB Circular A-21 (paragraph J, 10b), institutions must implement an acceptable method of distributing payroll to federal grants. The plan must provide for modification of an individual's salary distribution commensurate with a significant change in the employee's work activity. For professorial and professional staff, the after-the-fact activity records (certifications) for verifying the distribution of salaries and wages will be prepared each academic term, but no less than every six months, on a timely basis.</p> <p>Condition - A salary and wage distribution was not updated timely.</p> <p>Questioned Costs - The known questioned costs are \$77,281.</p>

Wayne State University

Schedule of Findings and Questioned Costs (Continued) Year Ended September 30, 2012

Section III - Federal Program Audit Findings (Continued)

Reference Number	Finding
2012-04 (Continued)	<p>Context - For one of the 39 employees tested for compliance with certification requirements, the employee received a promotion with an increase in salary and change in salary distribution due to additional administrative responsibilities. Time and effort certifications were sent to the employee at the scheduled time during the fiscal year and a payment for back pay retroactive to October 1, 2011 was made to the employee. The retroactive salary adjustment was made based on the payroll labor assignment in the system at the time it was processed. The request to reallocate the salary in accordance with the correct distribution was not made in a timely manner. This resulted in the time and effort certifications not being certified for the two certification periods in the fiscal year, due to the incorrect effort distribution being reflected on the certification. Additionally, the correcting payroll adjustment has not been made as of September 30, 2012.</p> <p>Cause and Effect - A final decision on how the employee's time was to be allocated had not been made timely. As a result, the employee was unable to certify 100 percent of their time and the grant was charged an incorrect amount for this employee's time and effort that is greater than \$10,000. The University has procedures and controls in place; however, the individual circumstances surrounding this employee's promotion and salary increase were atypical.</p> <p>Recommendation - When an employee has a change in responsibility and pay resulting in a necessary change to labor distribution, the University department should initiate the change in a timely manner to ensure payroll is appropriately allocated.</p> <p>Views of Responsible Officials and Planned Corrective Actions - We agree with the auditor's finding and will continue to stress the importance of processing expenditure transfers in a timely manner.</p>

Wayne State University

Summary Schedule of Prior Audit Findings Year Ended September 30, 2012

<u>Prior Year Finding Number</u>	<u>Federal Program</u>	<u>Original Finding Description</u>	<u>Status</u>	<u>Planned Corrective Action</u>
2011-01	Student Financial Aid Cluster - Perkins Loan Program CFDA 84.038 (Direct)	For four students out of 25 students selected for testing who separated from the University and did not complete an exit counseling session, the University did not maintain documentation that the exit counseling was provided either through interactive electronic means or by mailing counseling materials to the student's last known address.	Corrected	The University implemented a process to ensure that all students receive exit counseling materials by electronic means or by mail. The process includes reconciling the report used to identify students who did not complete exit counseling with the report of students receiving electronic notifications to ensure that notifications are being delivered. All materials mailed are now imaged to the students' account to ensure that adequate documentation is maintained to support notification.



Finance and Business Operations

Wayne State University Corrective Action Plan Related to the Schedule of Findings and Questioned Costs For the Year Ended September 30, 2012

Name of contact person responsible for planned corrective actions:

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Finding No. 2012-01 – Financial Statement Audit Finding – Capitalization

Views of Responsible Officials and Planned Corrective Action

The University agrees with the auditor's recommendation. The University implemented a process to review library acquisitions in order to ensure expenditures are properly capitalized in accordance with GAAP and the University's capitalization policy.

Anticipated Completion Date:

September 30, 2012

Finding No. 2012-02 – Student Financial Aid Cluster – Federal Direct Loan Program CFDA 84.268

Views of Responsible Officials and Planned Corrective Action

The University agrees with the auditor's recommendation. The University created a system-generated report to validate and document that Title IV funds are returned. This report will be generated, reviewed and approved by a supervisor on a weekly basis to ensure that Title IV funds are returned within the required timeframe.

Anticipated Completion Date:

December 1, 2012

**Wayne State University
Corrective Action Plan
Related to the Schedule of Findings and Questioned Costs
For the Year Ended September 30, 2012**

Finding No. 2012-03 – Student Financial Aid Cluster – Perkins Loan Program CFDA 84.038

Views of Responsible Officials and Planned Corrective Action

The University agrees with the auditor's recommendation. The University will implement procedures to review each deferment request submitted to the University's third party loan servicer for processing within 48 hours of submission to confirm the student's account is properly updated. The University will also continue to perform a monthly review of defaulted accounts to ensure that all eligible accounts at least 180 days past due are placed with a collection agency.

Anticipated Completion Date:

December 31, 2012

Finding No. 2012-04 – Research and Development Cluster – (no CFDA) 93.NIH NO1-HD-2-3342

Views of Responsible Officials and Planned Corrective Action

The University agrees with the auditor's finding and will continue to stress the importance of processing expenditure transfers in a timely manner. A future invoice will be reduced to adjust for the questioned costs.

Anticipated Completion Date:

February 28, 2013