

**STATE OF ILLINOIS
NORTHERN ILLINOIS UNIVERSITY**

**COMPLIANCE EXAMINATION
(In Accordance With the Single Audit Act
and OMB Circular A-133)
For the Year Ended June 30, 2012**

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

State of Illinois
Northern Illinois University
Compliance Examination
(In Accordance With the Single Audit Act and OMB Circular A-133)
For the Year Ended June 30, 2012

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FINANCIAL STATEMENT REPORT

The University's financial statement report for the year ended June 30, 2012, which includes the independent auditors' report, management's discussion and analysis, basic financial statements and notes, has been issued separately. The University's report required under *Government Auditing Standards* for the year ended June 30, 2012, which includes the independent auditors' report on internal control over financial reporting and on compliance and other matters based on an audit of basic financial statements performed in accordance with *Government Auditing Standards* has also been issued separately.

State of Illinois
Northern Illinois University
Compliance Examination
(In Accordance With the Single Audit Act and OMB Circular A-133)
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**State of Illinois
Northern Illinois University**

Agency Officials

President	John G. Peters
Executive Vice President and Provost	Raymond W. Alden III
Executive Vice President for Business and Finance, and Chief of Operations	Eddie R. Williams
Vice President, Administration	Anne C. Kaplan
Vice President, University Advancement	Michael P. Malone
Vice President, University Relations	Kathryn Buettner
Vice President and General Counsel	Jerry D. Blakemore
Director of Internal Audit	Danielle Schultz

Financial Staff

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

University offices are located at:

300 Altgeld Hall
DeKalb, Illinois 60115



February 15, 2013

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

DIVISION OF FINANCE AND FACILITIES
DeKALB, ILLINOIS 60115-2828
(815) 753-1508

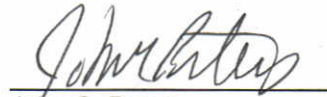
Ladies and Gentlemen:

We are responsible for the identification of, and compliance with all aspects of laws, regulations, contracts, or grant agreements that could have a material effect on the operations of Northern Illinois University (University). We are responsible for and we have established and maintained an effective system of, internal controls over compliance requirements. We have performed an evaluation of the University's compliance with the following assertions during the year ended June 30, 2012. Based on this evaluation, we assert that during the year ended June 30, 2012, the University has materially complied with the assertions below.

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

Yours very truly,

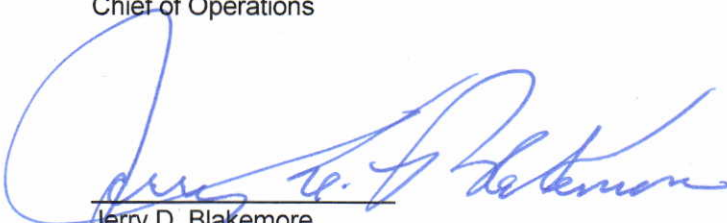
Northern Illinois University



John G. Peters
President



Eddie R. Williams
Executive Vice President for Business and Finance,
Chief of Operations



Jerry D. Blakemore
Vice President and General Counsel

**State of Illinois
Northern Illinois University**

**Compliance Report Summary
For the Year Ended June 30, 2012**

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

ACCOUNTANTS' REPORT

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

SUMMARY OF FINDINGS

<u>Number of</u>	<u>Current Report</u>	<u>Prior Report</u>
Findings	9	5
Repeated findings	4	3
Prior recommendations implemented or not repeated	1	2

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
Findings (Government Auditing Standards)			
12-1	14	Financial Reporting Process	Significant Deficiency
Findings and Questioned Costs (Federal Compliance)			
12-2	16	Inadequate Cash Management Procedures	Significant Deficiency and Noncompliance
12-3	18	Data Collection Form and Single Audit Reporting Package Not Submitted Timely	Significant Deficiency and Noncompliance
12-4	19	Performance Reporting Data Not Submitted	Significant Deficiency and Noncompliance
12-5	20	Noncompliance with Requirements Applicable to the Buy-American Act	Significant Deficiency and Noncompliance

**State of Illinois
Northern Illinois University**

**Compliance Report Summary (Continued)
For the Year Ended June 30, 2012**

Item No.	Page	Description	Finding Type
Findings (State Compliance)			
12-6	22	Failure to Submit Proper Time Reporting	Significant Deficiency and Noncompliance
12-7	23	Incomplete Documentation in Contracts	Significant Deficiency and Noncompliance
12-8	24	Inadequate Disaster Contingency Planning	Significant Deficiency and Noncompliance
12-9	25	Failure to Comply with the Identity Protection Act	Significant Deficiency and Noncompliance

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

12-1	14	Financial Reporting Process	Significant Deficiency and Noncompliance
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Prior Findings Not Repeated

A	26	Weaknesses Regarding the Security and Control of Confidential Information	
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EXIT CONFERENCE

The University waived an exit conference in correspondence dated February 15, 2013. Responses to the recommendations were provided by Keith Jackson, Controller, in correspondence dated February 15, 2013.



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

Honorable William G. Holland
Auditor General
State of Illinois

and

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

Compliance

As Special Assistant Auditors for the Auditor General, we have examined Northern Illinois University's (University) compliance with the requirements listed below, as more fully described in the Audit Guide for Financial Audits and Compliance Attestation Engagements of Illinois State Agencies (Audit Guide) as adopted by the Auditor General, during the year ended June 30, 2012. The management of the University is responsible for compliance with these requirements. Our responsibility is to express an opinion on the University's compliance based on our examination.

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

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

In our opinion, Northern Illinois University complied, in all material respects, with the compliance requirements listed in the first paragraph of this report during the year ended June 30, 2012. However, the results of our procedures disclosed instances of noncompliance with the requirements, which are required to be reported in accordance with criteria established by the Audit Guide, issued by the Illinois Office of the Auditor General and which are described in the accompanying schedule of findings and questioned costs as items 12-1, 12-6, 12-7, 12-8 and 12-9.

Internal Control

The management of Northern Illinois University is responsible for establishing and maintaining effective internal control over compliance with the requirements listed in the first paragraph of this report. In planning and performing our examination, we considered the University's internal control over compliance with the requirements listed in the first paragraph of this report as a basis for designing our examination procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with the Audit Guide issued by the Illinois Office of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the University's internal control over compliance.

A deficiency in an entity's internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with the requirements listed in the first paragraph of this report on a timely basis. *A material weakness in an entity's internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a requirement listed in the first paragraph of this report will not be prevented, or detected and corrected, on a timely basis.

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 items 12-1, 12-6, 12-7, 12-8 and 12-9. *A significant deficiency in an entity's internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

Supplementary Information for State Compliance Purposes

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the business-type activities and the aggregate discretely presented component units of Northern Illinois University (University), a component unit of the State of Illinois, as of and for the year ended June 30, 2012, which collectively comprise the University's basic financial statements, and have issued our report thereon dated January 11, 2013, which contained unqualified opinions on those financial statements. Our report was modified to include a reference to other auditors. Our audit was conducted for the purpose of forming our opinions on the financial statements that collectively comprise the University's basic financial statements. We have not performed any procedures with respect to the audited financial statements subsequent to January 11, 2013.

The accompanying Introductory Section and Supplementary Information for State Compliance Purposes Section, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the University. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The accompanying Supplementary Information for State Compliance Purposes for the year ended June 30, 2012 in Schedules 1 through 15 and 21 through 24, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 accompanying Supplementary Information for State Compliance Purposes for the year ended June 30, 2012 in Schedules 1 through 15 and 21 through 24, is fairly stated in all material respects in relation to the basic financial statements as a whole.

We have also previously audited, in accordance with auditing standards generally accepted in the United States of America, the University's basic financial statements for the year ended June 30, 2011 (not presented herein), and have issued our report thereon dated February 17, 2012, which contained unqualified opinions on the financial statements of the business-type activities and the aggregate discretely presented component units. The accompanying Supplementary Information for State Compliance Purposes for the year ended June 30, 2011 in Schedules 2 through 10 is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the June 30, 2011 basic financial statements. The Supplementary Information for State Compliance Purposes for the year ended June 30, 2011 in Schedules 2 through 10 has been subjected to the auditing procedures applied in the audit of the June 30, 2011 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the June 30, 2011 basic financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplementary Information for State Compliance Purposes for the year ended June 30, 2011 in Schedules 2 through 10 is fairly stated in all material respects in relation to the basic financial statements as a whole from which it has been derived.

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

The University's basic financial statements for the year ended June 30, 2010 were audited by other auditors whose report thereon dated December 6, 2010 expressed unqualified opinions on the basic financial statements of the University and stated that the supplementary information for the year ended June 30, 2010 included in Schedule 2 was subjected to the auditing procedures applied in the audit of the 2010 basic financial statements and, in their opinion, was fairly stated in all material respects in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor, University management, the Board of Trustees and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

McGladrey LLP

Schaumburg, Illinois
February 15, 2013, except for our report on the Supplementary Information
for State Compliance Purposes, as to which the date is January 11, 2013



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

Honorable William G. Holland
Auditor General
State of Illinois

And

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

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the business-type activities and the aggregate discretely presented component units (University Related Organizations) of Northern Illinois University (University), a component unit of the State of Illinois, as of and for the year ended June 30, 2012, which collectively comprise the University's basic financial statements and have issued our report thereon dated January 11, 2013. Our report was modified to include a reference to other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Other auditors audited the financial statements of the University Related Organizations, as described in our report on the University's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

Management of the University is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the 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 entity'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 deficiency in internal control over financial reporting described in the accompanying schedule of findings as finding 12-1 that we consider to be a significant deficiency in internal control over financial reporting.

A *significant deficiency* is a deficiency, or 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.

Compliance and Other Matters

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

The 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 the University's responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor, University management, the Board of Trustees and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

McGladrey LLP

Schaumburg, Illinois
January 11, 2013



**Independent Auditors' Report on Compliance with Requirements
that Could Have a Direct and Material Effect on Each Major Program, and
on Internal Control Over Compliance, and the Schedule of Expenditures
of Federal Awards in Accordance With OMB Circular A-133**

Honorable William G. Holland
Auditor General
State of Illinois

and

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

Compliance

As Special Assistant Auditors for the Auditor General, we have audited the compliance of Northern Illinois University (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 June 30, 2012. The University's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the University's management. Our responsibility is to express an opinion on the University's compliance based on our audit.

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

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the University's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the University's compliance with those requirements.

In our opinion, the University complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 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 items 12-2, 12-3, 12-4, and 12-5.

Internal Control Over Compliance

The management of the University is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the 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 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 items 12-2, 12-3, 12-4, and 12-5. *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.

Schedule of Expenditures of Federal Awards

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the business-type activities and the aggregate discretely presented component units of Northern Illinois University, a component unit of the State of Illinois, as of and for the year ended June 30, 2012, which collectively comprise the University's basic financial statements, and have issued our report thereon dated January 11, 2013, which contained unqualified opinions on those financial statements. Our report was modified to include a reference to other auditors. Other auditors audited the financial statements of the University's aggregate discretely presented component units, as described in our report on the University's financial statements. Our audit was conducted for the purpose of forming our opinions on the financial statements that collectively comprise the University's basic financial statements. We have not performed any procedures with respect to the audited financial statements subsequent to January 11, 2013.

The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain other 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The 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 the University's responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor, University management, the Board of Trustees and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

McGladrey LLP

Schaumburg, Illinois
February 15, 2013, except for the Schedule of Expenditures
of Federal Awards, as to which the date is January 11, 2013

**State of Illinois
Northern Illinois University
Schedule of Findings and Questioned Costs
Summary of Auditors' Results
For the Year Ended June 30, 2012**

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? _____ Yes X No

Federal Awards

Internal control over major programs:

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

Type of auditors' report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? X Yes _____ No

Identification of major programs:

<u>Name of Federal Program or Cluster</u>	<u>CFDA Number</u>
Student Financial Assistance Cluster	84.007 84.033 84.038 84.063 84.268 84.379
Broadband Technology Opportunities Program - ARRA	ARRA 11.557
Mathematics and Science Partnerships	84.366
Health Information Technology Regional Extension Centers - ARRA	ARRA 93.718
State Energy Program-ARRA	ARRA 81.041

Dollar threshold used to distinguish between Type A and Type B programs: \$1,210,141

Auditee qualified as low-risk auditee? _____ Yes X No

**State of Illinois
Northern Illinois University
Schedule of Findings and Questioned Costs
Current Findings – Government Auditing Standards
For the Year Ended June 30, 2012**

Finding 12-1: Financial Reporting Process

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

During our review of the draft financial statements of the University provided to the auditors, several errors and omissions relating to the draft financial statements and note disclosures were identified and corrected. Some of the more significant items were as follows:

- “Net assets invested in capital assets, net of related debt” and “unrestricted net assets” required a reclassification of \$9,897,000 for 2012 and a similar reclassification of \$11,584,000 for 2011 related to the inclusion of accreted interest on capital appreciation bonds as part of the principal amount used in calculating the related debt portion of “Net assets invested in capital assets, net of related debt.” Under generally accepted accounting principles (GAAP), accreted interest should not be included in the calculation of related debt for the purposes of this calculation. After this item was brought to the attention of the University, reclassifications were made to correct the balances of the affected accounts.
- The University did not disclose its exposures to concentrations of credit risk. The University had concentrations of credit risk related to investments in securities issued by the Federal Home Loan Bank of about \$33,507,000, investments in securities issued by the Federal National Mortgage Association of about \$41,140,000, and investments in securities issued by the Federal Home Loan Mortgage Corporation of about \$46,629,000. The investments in securities from each of these issuers exceeded 5% of the University’s total investments. Once this item was brought to the attention of the University, the University corrected the disclosure.
- The University did not disclose a subsequent event. The University signed an irrevocable letter of intent with the Foundation. Under this letter of intent, the University leased land to the Foundation for the construction of a facility. The University committed to lease the facility, upon completion, from the Foundation for a period of 90 months. Once this was brought to the attention of the University, the University added a disclosure for this event.
- The Northern Illinois University Foundation (Foundation) and the Northern Illinois University Alumni Association (Alumni Association) were unable to provide audited financial statements in a timely manner. As a result, the University’s financial statements and footnotes required multiple adjustments and revisions related to the disclosure of component unit financial data. Once the Foundation and Alumni Association provided the final audited financial statements to the University, the University was to make adjustments to show correct amounts for the component units.
- The University improperly expensed about \$879,000 of equipment in fiscal year 2011, which it improperly capitalized in fiscal year 2012 by recording an adjustment to increase the balance of certain capital asset accounts and reducing the amount of fiscal year 2012 expenses. Expenses between year are incorrect, with capital assets and net assets correct at the end of 2012. The University did not record this proposed adjustment.

**State of Illinois
Northern Illinois University
Schedule of Findings and Questioned Costs
Current Findings – Government Auditing Standards
For the Year Ended June 30, 2012**

Finding 12-1: Financial Reporting Process (Continued)

Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*, requires the reporting of net assets in three components – *invested in capital assets, net of related debt, restricted, and unrestricted*. The reporting of net assets *invested in capital assets, net of related debt* requires that this amount be reported as the total of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Furthermore, 7.22.9 of the GASB Staff Implementation Guide further clarifies that “accrued interest on any capital-related debt, including deep-discount debt, generally should not be included in the computation of the *invested in capital assets, net of related debt* component of net assets. [...] Generally, the accrued interest liability would be included in *unrestricted* net assets.”

GASB Statement No. 40, *Deposit and Investment Risk Disclosures – An Amendment of GASB Statement No. 3*, requires, with certain limited exceptions, that “Governments should provide information about the concentration of credit risk associated with their investments by disclosing, by amount and issuer, investments in any one issuer that represent 5 percent or more of total investments.” GASB Statement No. 56, *Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards*, requires the disclosure of events subsequent to the date of the statement of net assets that should not result in adjustment of the financial statements, but which “may be of such a nature that their disclosure is essential to a user’s understanding of the financial statements.”

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

According to University management, the missing disclosures were due to an oversight by management when the draft financial statements were prepared.

Submitting incomplete and inaccurate draft financial statements delays completion of the audit process and delays the timely release of the University’s financial reports to users. Also, insufficient and/or ineffective controls over financial reporting could lead to significant reporting inaccuracies in the financial statements and notes to the financial statements. (Finding Code Nos. 12-1, 11-1)

Recommendation

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

University Response

The University agrees.

**State of Illinois
Northern Illinois University
Schedule of Findings and Questioned Costs
Current Findings - Federal Compliance
For the Year Ended June 30, 2012**

Finding 12-2: Inadequate Cash Management Procedures

Federal Agency: US Department of Education

Federal Program Title: Math and Science Partnerships (MSP)

CFDA Number: 84.366

Questioned Costs: None

Northern Illinois University (University) maintained excess Federal funds for certain Federal programs.

The University's Math and Science Partnerships (MSP) grants had monthly cash balances which exceeded the subsequent month's expenditures for 23 of the 24 months tested for the fiscal year ended June 30, 2012 pertaining to grant periods ending in calendar year 2011. We tested six months each for the four grant contracts (24 months total). For grants with grant years ending in calendar 2012, no exceptions were noted. It appears the University took corrective action for grant periods ending in calendar 2012.

The University received four MSP grants during fiscal year 2012 as a pass-through from the Illinois State Board of Education (ISBE). We tested compliance with the federal cash management requirements for all months pertaining to the 4 MSP grants with grant periods ending in calendar year 2011 and determined that ending monthly fund balances exceeded expenditures for the subsequent month by an average of \$38,248 for 23 of the 24 balances tested. For grants with grant periods ending in calendar year 2012, we did not note any instances of excess cash.

Office of Management and Budget (OMB) Circular A-110, Uniform Administrative Requirements for Grants and Agreements With Institutions of Higher Education, Hospitals, and Other Non-Profit Organizations, and 34 Code of Federal Regulations (CFR) 74.22 (b) require recipients that are paid in advance to maintain:

- (1) Written procedures that minimize the time elapsing between the transfer of funds and disbursement to the recipient.
- (2) Cash advances to a recipient organization are limited to the minimum amounts needed and be timed in accordance with actual, immediate cash requirements of the recipient organization in carrying out the purpose of the approved program or project.
- (3) The timing and amount of cash advances are as close as is administratively feasible to the actual disbursements by the recipient organization for direct program or project costs and the proportionate share of any allowable indirect costs.

In addition, the ISBE Fiscal Procedures Handbook requires that "payments should be requested to meet actual monthly cash needs of the project. All payment requests should be based on the projected date of expenditures." The ISBE Fiscal Procedures Handbook also states "when a revision of the amount shown on the original payment schedule is necessary, a revision may be included on an amendment or a request can be submitted to ISBE."

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

**State of Illinois
Northern Illinois University
Schedule of Findings and Questioned Costs
Current Findings - Federal Compliance
For the Year Ended June 30, 2012**

Finding 12-2: Inadequate Cash Management Procedures (Continued)

University officials stated that they became aware of this issue during last year's compliance audit and immediately corrected the process to ensure compliance. The reported findings are for the period of the fiscal year prior to the date the University became aware of the condition.

Carrying excess cash may cause ISBE to "freeze" subsequent payments. Failure to draw funds in accordance with Federal regulations and ISBE policy may result in an interest liability to ISBE. (Finding Code Nos. 12-2, 11-2)

Recommendation

We recommend that the University management closely monitor the controls put in place during fiscal year 2012 to ensure continued compliance.

University Response

The University agrees.

**State of Illinois
Northern Illinois University
Schedule of Findings and Questioned Costs
Current Findings - Federal Compliance
For the Year Ended June 30, 2012**

Finding 12-3: Data Collection Form and Single Audit Reporting Package Not Submitted Timely

Federal Agency: All

Federal Program Title: N/A

CFDA Number: N/A

Questioned Costs: None

Northern Illinois University (University) did not submit its 2011 data collection form and single audit reporting package to the Federal Audit Clearinghouse within the required time frame.

The data collection form and single audit reporting package were required to be submitted within 9 months of year end (March 31, 2012), but were not submitted until June 13, 2012.

Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, Section .320(a) requires that the audit be completed and that the data collection form and the single audit reporting package be submitted to the Federal Audit Clearinghouse within the earlier of 30 days after the receipt of the auditor's report or 9 months after the end of the audit period.

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

University officials stated that the University prepares the reporting package for review by the external auditors and release by the Office of the Auditor General. The process, in its entirety, was delayed.

Federal oversight agencies use the data collection form and the related single audit reporting package as a key tool in monitoring the accountability of Federal awards. When an audit is not submitted timely, it impairs the ability of Federal oversight agencies to perform such monitoring on a timely basis. Noncompliance with Federal regulations could result in sanctions, such as reductions in federal funding, in future years. (Finding Code No. 12-3)

Recommendation

We recommend that the University submit future data collection forms and single audit reporting packages within the required time frame.

University Response

The University agrees.

**State of Illinois
Northern Illinois University
Schedule of Findings and Questioned Costs
Current Findings - Federal Compliance
For the Year Ended June 30, 2012**

Finding 12-4: Performance Reporting Data Not Submitted

Federal Agency: US Department of Energy

Federal Program Title: State Energy Program – ARRA

CFDA Number: 81.041

Questioned Costs: None.

Northern Illinois University (University) did not submit required performance reporting data to the pass-through funding agency, the Illinois Department of Commerce and Economic Opportunity (DCEO).

Of two performance reports submitted during fiscal year 2012, including the final report, the University did not include data required by the grant contract in either report related to:

- Jobs created.
- Energy saved.
- Renewable energy installed capacity and generated.
- GHG emissions reduced (CO2 equivalents).
- Energy Cost Savings.
- Funds leveraged.

Part VI-B, paragraph B-6.11 of the contract with DCEO required that the University submit the above noted data in the reports submitted to the funding agency.

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

University officials stated that the University entered into a contract with DCEO with terms that could not be honored due to timing restrictions in the independent performance contract previously started.

By not submitting the required data to DCEO, the University is not in compliance with their subrecipient contract with DCEO. (Finding Code No. 12-4)

Recommendation

We recommend that the University submit amended final reports to DCEO including the required data.

University Response

The University agrees.

**State of Illinois
Northern Illinois University
Schedule of Findings and Questioned Costs
Current Findings - Federal Compliance
For the Year Ended June 30, 2012**

Finding 12-5: Noncompliance With Requirements Applicable to the Buy-American Act

Federal Agency: US Department of Energy

Federal Program Title: State Energy Program – ARRA

CFDA Number: 81.041

Questioned Costs: Cannot be determined.

Northern Illinois University (University) did not comply with requirements related to the Buy-American provisions of the State Energy Program grant.

The University is a subrecipient of funds received in the amount of \$331,255 during the fiscal year ended June 30, 2012 from the Illinois Department of Commerce and Economic Opportunity (DCEO), the pass-through entity. The grant contract between DCEO and the University requires the university to comply with Buy-American provisions. During our testing, we noted that the University only paid one construction vendor with grant funds. The construction vendor contract did not include Buy-American language required by the University's contract with DCEO.

Part VI-B, paragraph B-6.29 of the contract with DCEO required that the University abide by Buy-American provisions.

In addition, section 1605 of the American Recovery and Reinvestment Act (ARRA) prohibits the use of ARRA funds for a project for the construction, alteration, maintenance, or repair of a public building or work unless all of the iron, steel, and manufactured goods used in the project are produced in the United States. An award term is required in all ARRA-funded awards for construction, alteration, maintenance, or repair of a public building or public work.

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

University officials stated that the University entered into the performance contract with the vendor before the DCEO funding was finalized.

By not including the required Buy-American requirement in its contract with its construction vendor, the University is not in compliance with their subrecipient contract with DCEO and is in noncompliance with ARRA. (Finding Code No. 12-5)

Recommendation

We recommend that the University review completed and active contracts funded in whole or in part by ARRA and ensure that such contracts were executed in accordance with Buy-American provisions. We also recommend that the University amend any active contracts funded through ARRA to include the relevant Buy-American provisions if such provisions are missing. Finally, we recommend that the University implement appropriate procedures to ensure contracts include all necessary provisions.

**State of Illinois
Northern Illinois University
Schedule of Findings and Questioned Costs
Current Findings - Federal Compliance
For the Year Ended June 30, 2012**

**Finding 12-5: Noncompliance With Requirements Applicable to the Buy-American Act
(Continued)**

University Response

The University agrees.

**State of Illinois
Northern Illinois University
Schedule of Findings and Questioned Costs
Current Findings - State Compliance
For the Year Ended June 30, 2012**

Finding 12-6: Failure to Submit Proper Time Reporting

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

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

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

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

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

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

Recommendation

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

University Response

The University agrees.

**State of Illinois
Northern Illinois University
Schedule of Findings and Questioned Costs
Current Findings - State Compliance
For the Year Ended June 30, 2012**

Finding 12-7: Incomplete Documentation in Contracts

Northern Illinois University (University) executed certain contracts that did not contain all required certifications.

The University has not established adequate internal controls over contracts to ensure that all contracts contain the necessary provisions.

During our review of 35 contracts executed during the year ending June 30, 2012, we noted the following:

- 3 contracts did not include the Child Labor Act certification.
- 2 contracts did not include the Forced Labor Act certification.
- 4 contracts did not include the Steel Production Procurement Act certification.
- 4 contracts did not include the Domestic Products certification.
- 3 contract did not include the Bid-rigging/Bid Rotation certification.
- 1 contract did not include the Prevailing Wage Act certification.
- 1 contract did not include the Subcontractor Utilization Statement.

The Illinois Procurement Code (30 ILCS 500 et seq.) and the Statewide Accounting Management System Procedure (15.20 et seq.) require that contracts contain certain signatures, clauses, and certifications.

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

University officials stated that they believed that the above noted missing contract components were not applicable to the related contracts.

Failure to include all appropriate signature clauses and certifications in contracts results in noncompliance with state statutes and regulations. (Finding Code No. 12-7)

Recommendation

We recommend that the University implement appropriate procedures to ensure contracts include all necessary signatures, clauses, and certifications.

University Response

The University agrees.

**State of Illinois
Northern Illinois University
Schedule of Findings and Questioned Costs
Current Findings - State Compliance
For the Year Ended June 30, 2012**

Finding 12-8: Inadequate Disaster Contingency Planning

Northern Illinois University (University) has not assured an adequately developed and tested disaster contingency plan exists to recover its critical systems.

The University had over \$20.5 million invested in computer software and hardware, and relies on several critical systems (including those associated with financial aid, student records, accounting, and human resources records) for its daily operations and functions.

During our review of the University's contingency planning efforts, we found the University was redeveloping its disaster recovery and business continuity plan to appropriately reflect its current operating environment. The Plan is expected to be completed by July 2013.

Information technology guidance (including the National Institute of Standards and Technology and Government Accountability Office) endorses the establishment of a comprehensive and thoroughly tested disaster contingency plan. An adequately tested disaster contingency plan (and documented test results) assists the University in verifying that the plan, recovery procedures, and resources are adequate for recovering the University's critical systems within the required timeframe.

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

University officials stated recovery testing was put on hold until the University finalizes its disaster recovery and business continuity plan.

Failure to establish a comprehensive and thoroughly tested disaster contingency plan leaves the University exposed to the possibility of major disruptions of University services. (Finding Code Nos. 12-8, 11-4, 10-2 and 09-5)

Recommendation

We recommend the University finalize its disaster contingency plan. Once finalized, we recommend the plan be adequately tested to ensure it meets the University's recovery needs.

University Response

The University agrees.

**State of Illinois
Northern Illinois University
Schedule of Findings and Questioned Costs
Current Findings - State Compliance
For the Year Ended June 30, 2012**

Finding 12-9: Failure to Comply with the Identity Protection Act

Northern Illinois University failed to implement the provisions of the Identity Protection Act (Act).

The Identity Protection Act (5 ILCS 179) required the University to draft and approve an identity-protection policy by June 1, 2011. Per the Act, the Policy must:

- Identify the Act.
- Require all employees identified as having access to social security numbers in the course of performing their duties to be trained to protect the confidentiality of social security numbers.
- Direct that only employees who are required to use or handle information or documents that contain social security numbers have access to such information or documents.
- Require that social security numbers requested from an individual be placed in a manner that makes the social security number easily redacted if required to be released as part of a public records request.
- Require that, when collecting a social security number or upon request by the individual, a statement of the purpose or purposes for which the agency is collecting and using the social security number be provided.

During our testing we noted that the University had not issued an identity-protection policy as of January 31, 2013.

University officials stated they had components of the identify protection; however, once they became cognizant of the additional requirements in the Identity Protection Act, the University went into action to create an initial draft of a policy that would encompass all of the applicable requirements of the Illinois Identity Protection Act as an addendum to the current Information Security Policy.

Failure to implement provisions of the Act results in noncompliance with the Act, does not promote the security and control of social security numbers, and increases the likelihood of identity theft. (Finding Code No. 12-9)

Recommendation

We recommend the University develop and approve an identity protection policy as required in the Identity Protection Act.

University Response

The University agrees and has developed and approved an identity protection policy.

A. Finding: Weaknesses Regarding the Security and Control of Confidential Information

During the prior examination, it was noted that the University needed to improve procedures regarding the security and proper disposal of confidential information. (Finding Code Nos. 11-5, 10-4 and 09-6)

Disposition

In the current fiscal year, it was noted that the University had conducted a confidential information survey. However, the University had not finalized the update of its Information Security Policy to address the handling of confidential information. That control deficiency continues to be reported in immaterial finding IM12-3.

State of Illinois
Northern Illinois University
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor Program/Grant Title	CFDA Number	Federal Project or Pass-Through Number	FY 2012 Expenditures	To Subrecipients
STUDENT FINANCIAL ASSISTANCE CLUSTER				
<u>DEPARTMENT OF EDUCATION</u>				
Federal Supplemental Educational Opportunity Grants G7B70020	84.007	P007A111243	\$ 836,864	\$ -
Federal Work-Study Program G7B69911/G7B69993/G7B70015/G7B70070	84.033	P033A111243	1,114,317	-
Federal Pell Grant Program G7B70021/G7B70007	84.063	P063P111370	30,686,389	-
Byrd Honors Scholarships G7B70023	84.185	P116P110028	20,000	-
Teacher Education Assistance for College and Higher Education Grants (TEACH) G7B70022	84.379	P379T121370	115,000	-
Total Student Financial Assistance Cluster			<u>32,772,570</u>	<u>-</u>
RESEARCH AND DEVELOPMENT CLUSTER				
<u>NATIONAL SCIENCE FOUNDATION</u>				
Engineering Grants:				
NUE: Undergraduate Curricular Integration of Nanotechnology's Principles, Applications, Marketing, Health, Safety and Ethics Aspects G1A62321	47.041	EEC-0836653	(1,751)	-
CAREER: Advanced Photochemical Paradigms for Enhanced Photovoltaics and Photocatalysis G1A62475	47.041	CBET-1150617	7,743	-
			<u>5,992</u>	<u>-</u>
Mathematical and Physical Sciences:				
Magnetic Vortices in Shaped Superconducting Mesocrystals G1A62244	47.049	DMR-0605748	(63)	-
MRI: Acquisition of High Brilliance X-ray Optical Components for ChemMatCARS Synchrotron X-ray Resource at the Advanced Photon Source G1A62284	47.049	722557	13,180	-
New Pathways to Strongly Correlated and Multi-Functional Transition Metal Perovskites: Phase Stability and Properties by Design G1A62304	47.049	DMR-0706610	412	-
Superflectropic Considerations in Heterocyclic Chemistry G1A62310	47.049	CHE-0749907	92,397	-
Research in High Energy Physics: Theory and Phenomenology of Supersymmetry G1A62311	47.049	PHY-0757325	10,505	-
Mixed Finite Elements and Smooth Approximations for Partial Differential Equations G1A62314	47.049	DMS-0811052	34,001	-
Collaborative Research: Synchrotron X-Ray Scattering Experiments on Solid Helium G1A62329	47.049	DMR-0804591	63,265	-
Nano-Magnetic Nano & G1A62365	47.049	CHE-0906179	90,874	-
Matrix-like Representations G1A62370	47.049	DMS-0908239	15,711	-
Detector Research for ILD G1A62372	47.049	PHY-0935322	4,336	-
Passed-Through University of Oregon: Univ Based Detector Research and Development for the International Linear Collider G6A63887	47.049	43422-7332	5,596	-
Passed-Through University of Illinois: X-Ray Scattering Studies G6A63958	47.049	0910825	12,160	-
Passed-Through Columbia University: ATLAS Operations G6A63963	47.049	SUB 19 (5-24324)	40,666	-
US ATLAS Operations: Empowering us Universities for Discoveries at the Energy Frontier G6A64044	47.049	5-25191 PO G03010	28,669	-
Research in High Energy Physics: Theory and Phenomenology of Supersymmetry G1A62461	47.049	PHY-1068369	29,753	-
			<u>441,462</u>	<u>-</u>
Geosciences:				
MARGINS: Collaborative Research: Origins of Local Variations in Subduction-Related Fluids G1A62301	47.050	742458.000	4,144	-
			<u>4,144</u>	<u>-</u>
Computer and Information Science and Engineering:				
EAGER: A Collaborative Scientific Workflow Compulsion Tool Supporting Scientific Collaboration G1A62380	47.070	IIS-0959215	5,568	-
			<u>5,568</u>	<u>-</u>

State of Illinois
Northern Illinois University
Schedule of Expenditures of Federal Awards (Continued)
Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor Program/Grant Title	CFDA Number	Federal Project or Pass-Through Number	FY 2012 Expenditures	To Subrecipients
RESEARCH AND DEVELOPMENT CLUSTER				
(CONTINUED)				
NATIONAL SCIENCE FOUNDATION (CONTINUED)				
Biological Sciences:				
Collaborative Research: Assembling the Tree of Life--An Integrative Approach to Investigating Cnidarian Phylogeny G1A62223	47.074	EF-0531654	\$ 978	\$ -
Subgenomic RNAs in Genetic Reco G1A62366	47.074	MCB-0920617	166,746	-
CAREER: Library Based Design of Linked Equilibria to Control Protein Interactions G1A62395	47.074	MCB-0953323	115,735	-
Collaborative Research: Ecological Diversification and molecular Evolution of Grasses (Poaceae) G1A62459	47.074	DEB-1120761	42,295	-
LTREB:Climatic Change & Community Organization Across Three Trophic Levels: Long-Term Research at a sentinel site in semiarid north-central Chile G1A62396	47.074	DEB-0947224	6,890	-
			<u>332,644</u>	<u>-</u>
Social, Behavioral, and Economic Sciences:				
Delineation of UHI Convection for multi-Scaled urban Corridors within the Southeastern US G1A62252	47.075	BCS-0649343	58,741	-
Impact of Simulated Climate Change on Sugar Maple at the Hardwood/Boreal Forest Ecoton G1A62281	47.075	724256	3,918	-
Evolution in Asia G1A62324	47.075	BCS-0820485	17,464	-
Collaborative Research: Terror G1A62350	47.075	SES-0854256	8,611	-
Collaborative Research: Gender Composition & Decision Making: The Impact of HF243 G1A62389	47.075	SES-1015391	35,002	-
Cultural Models of Nature and the Environment: Space, Self & Causality G1A62440	47.075	1067577	7,184	-
REU Site: Operation Etank: Moving Toward a Sustainable World G1A62478	47.075	SMA-1156789	23,647	-
			<u>154,567</u>	<u>-</u>
Education and Human Resources:				
Dev & Field Test of Internet-Based Multimedia Simulation and Remote Laboratory of Laser Cladding for In-Service Technicians G1A62255	47.076	DUE 0703123	113,959	32,201
Looking Inside High School Science Classrooms: An Exploration of Males' & Females' Subjective Experience G1A62322	47.076	HRD-0827526	78,555	-
Development of a Cognitive Tutor for Training Social and Behavioral Science Students in Research Methods Fundamentals G1A62335	47.076	DUE-0737068	44,193	-
Universal Environment for Delivering Remote-Laboratories within the STEM Disciplines G1A62356	47.076	DUE-0837138	10,850	-
Collaborative Research: Modern Manufacturing Education - Collaborative Teaching and Learning Experiment G1A62409	47.076	0941079	28,728	-
Navigate, Balance and Retain: Developing Success in Mid-Career for Female STEM Faculty G1A62428	47.076	1015932	63,092	-
IMUSLE-Incremental Mindset and Utility for Science Learning and Engagement G1A62460	47.076	1136143	72,823	-
Renewable Energy Technology Across the Engineering Technology Curriculum G1A62480	47.076	1140447	78	-
Passed-Through Highland Community College: The Development & Field Test of a Remote Laboratory & Web-Based Learning Modules for Wind Turbine Technician Training G6A63985	47.076	1003448-NIU-1	(301)	-
			<u>411,977</u>	<u>32,201</u>
Polar Programs:				
Southern Ocean Diatom Taphonomy & Paleoproductivity: A Laboratory Study of Silica Degradation and Export G1A62430	47.078	ANT-1043690	65,700	-
Fate of Drilling Fluids During the South McMurdo Sound Project of the Antarctic Geological Drilling Program G1A62434	47.078	ANT-1043740	92,887	-
Passed-Through University of Nebraska at Lincoln: Collaborative Research: ANDRILL- MIS Project G6A63809	47.078	25-0550-0001-005	31,696	8,269
Holocene and Modern Climate Change in the high Arctic, Svalbard, Norway: A Research Experience for Undergraduates (REU) Program G6A63908	47.078	SUB ARC-0649006	23,852	-
			<u>214,135</u>	<u>8,269</u>
Office of Cyberinfrastructure:				
Collaborative Research: Scalable Multiscale Models for the Cerebrovasculature: Algorithms, Software and Petaflop Simulations G1A62371	47.080	OCI-0904500	16,905	-
Passed-Through University of Chicago: TeraGrid Extension : Bridging to XD G6A63970	47.080	41994-F	68,933	-
			<u>85,838</u>	<u>-</u>

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RESEARCH AND DEVELOPMENT CLUSTER (CONTINUED)				
<u>NATIONAL SCIENCE FOUNDATION (CONTINUED)</u>				
Trans-NSF Recovery Act Research Support:				
Hi Energy Particle Colliders - ARRA G1A62354	47.082	PHY-0855405	\$ 299,492	\$ -
Creating Minimal Video Games for Engineering Education Research ARRA G1A62367	47.082	EEC-0935225	45,139	-
RAGES-Collaborative Research: Integrative Study of Marine Ice Sheet Stability and Subglacial Life Habitats-Robotic Access to Grounding Zones - ARRA G1A62368	47.082	ANT-0839107	614,457	570,127
LISSARD-Collaborative Research: Integrative Study of Marine Ice Sheet Stability and Subglacial Life Habitats-Lake & Ice Stream Subglacial Access- ARRA G1A62369	47.082	ANT-0839059	19,332	-
Passed Through California State University, Fresno Foundation MRI-R2 Consortium: Development of the US ATLAS Physics Analysis Instrument for Analysis of Data from Hedron Collider G6A63986 ARRA	47.082	SC360025-10-06	5,453	-
Total NSF Recovery Act Research Support			<u>983,873</u>	<u>570,127</u>
Total National Science Foundation			<u>2,640,200</u>	<u>610,597</u>
<u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Laboratory Training, Evaluation, and Quality Assurance Programs: Passed-Through Joint Commission on Accreditation of Healthcare Org. Strategies for Improving Rapid Influenza Testing in Ambulatory Setting SIRAS G6A64032				
	93.064	Joint Commiss	12,707	-
			<u>12,707</u>	<u>-</u>
Injury Prevention and Control Research and State and Community Based Programs: National Research Service Award in Primary Care Medicine Thoughtful Parenting for Mothers and Fathers: Does Gender Matter? G1A62288				
	93.136	1 R01 CE001185-01	86,416	-
			<u>86,416</u>	<u>-</u>
Human Genome Research: Micro-Inversions and Improvement of Alignment Quality G1A62415				
	93.172	1R15HG005913-01	86,501	-
			<u>86,501</u>	<u>-</u>
Research Related to Deafness and Communication Disorders: Processing of Spoken Language in Young Children who use cochlear Implants G1A62450				
	93.173	1R15DC011605-01	57,550	-
Passed-Through the University of North Texas An Innovative Hearing Loss Prevention Approach in Infant Incubator G6A64033				
	93.173	7R03DC009673-04	33,888	-
			<u>91,438</u>	<u>-</u>
State Rural Hospital Flexibility Program: Passed-Through Illinois Critical Access Hospital Network: EMS Sustainability in Rural Communities G4B67404				
	93.241	#1790A	(4,154)	-
			<u>(4,154)</u>	<u>-</u>
Mental Health Research Grants: Risk and Protective Factors for Adjustment of College Women After a Mass Shooting G1A62328				
	93.242	1 R21 MH085436-01	21,473	-
Passed-Through Illinois Institute of Technology: Adherence and Empowerment Service Participation and Meaningful Outcomes G6A64036				
	93.242	SA455-1114-6157	13,552	-
Behavioral, Autonomic, and Endocrine Regulation in Depression and Heart Disease G1A62332				
	93.242	5R21MH077581-3	30,206	-
			<u>65,231</u>	<u>-</u>
Cancer Cause and Prevention Research: Lung Cancer Recurrence and Survival: Statistical Methods and Models for Ethnic and Gender Disparities, Epigenetics and related Issues G1A62442				
	93.393	1R15CA152896-01A1	49,973	-
			<u>49,973</u>	<u>-</u>

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RESEARCH AND DEVELOPMENT CLUSTER (CONTINUED)				
DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONTINUED)				
Cancer Treatment Research:				
Amino Acid Transporters ASCT2 and LAT1 in Human Hepatocellular Cancer Growth G1A62441	93.395	7R15CA108519-03	\$ 103,457	\$ -
			<u>103,457</u>	<u>-</u>
Trans-National Institute of Health-Recovery Act Research Support-ARRA				
National Institute of Neurological Disorders and Stroke Long-Term Outcomes of Childhood Onset Epilepsy-ARRA G1A62377	93.701	3R37N031146-17S1	22,741	-
National Eye Institute Quantization of Ocular Oxygen using a Modified Fluorotron - ARRA G1A62416	93.701	1R15EY020995-01	60,873	-
Amino Acid Transporters ASCT2 and LAT1 in Human Hepatocellular Cancer Growth - ARRA G1A62443	93.701	3R15CA108519-03S1	7,700	-
Total Trans-National Institute of Health-Recovery Act Research			<u>91,314</u>	<u>-</u>
Extramural Research Programs in the Neurosciences and Neurological Disorders:				
Long-Term Outcomes of Childhood-Onset Epilepsy G1A62270	93.853	5 R01 NS031146	6,495	6,495
			<u>6,495</u>	<u>6,495</u>
Allergy, Immunology and Transplantation Research:				
piE mRNA Analysis in Gonococci G1A62273	93.855	1R15 AI072720-01A1	38,407	-
Study of the Mechanism of Action of VeA, a novel fungal-specific global regulator that controls secondary metabolism G1A62340	93.855	1R15AI081232-01	15,195	-
Study of the VeA Gene in the Human Pathogen Aspergillus Fumigatus G1A62444	93.855	1R03AI079496-01A1	33,694	-
			<u>87,296</u>	<u>-</u>
Biomedical Research and Research Training:				
Electron Transfer in Dynamic Protein Complexes G1A62347	93.859	2 R15 GM059740	22,287	-
Electrophiles in Synthetic Studies and Biologically Relevant Processes G1A62348	93.859	1 R15 GM085736-	65,721	-
			<u>88,008</u>	<u>-</u>
Child Health and Human Development Extramural Research:				
Maternal Self-Regulation and Parenting: Contributions to the Emergence of Infant Self-Regulation G1A62468	93.865	NONE	76,529	29,678
An Innovative Approach to Assessing Implicit Processes in Physical Abuse Risk G1A62474	93.865	1R15HD069347-01A1	20,080	-
			<u>96,609</u>	<u>29,678</u>
Vision Research:				
Passed-Through OcuMetrics, Inc. System for Ocular Oxygen Measurements G6A63998	93.867	OCUMETRICS	26,785	-
			<u>26,785</u>	<u>-</u>
Total Department of Health and Human Services			<u>888,076</u>	<u>36,173</u>
DEPARTMENT OF EDUCATION				
Career and Technical Education - Basic Grants to States:				
Passed-Through Illinois State University Assessment of Diversity Curricular Needs Among Illinois Families G4A63057	84.048	11D249.01	10,000	-
Passed-Through Illinois State Board of Education: Voc Ed Perkins IIC-ST Leadership Teaching & Learning 41-KF26615	84.048	None	5,000	-
			<u>15,000</u>	<u>-</u>

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RESEARCH AND DEVELOPMENT CLUSTER (CONTINUED)				
DEPARTMENT OF EDUCATION (CONTINUED)				
Education Research, Development and Dissemination: Passed-Through Learning Partnership: An Examination of the Qualities of Interactive Science Learning Environments that Promote Optimal Motivation G6A64022	84.305	LP201101	\$ 37,260	\$ -
Passed-Through University of Kansas: Development and Validation of Online Adaptive Reading Motivation Measures G6A64017	84.305	FY2011-103	29,264	-
Post-Doctoral Research Fellowship G1A62276	84.305	R305B070349	333,392	162,432
Passed-Through University of Illinois at Chicago: Reading for Understanding Across Grades 6-12: Evidence -based Argumentation for Disciplinary learning G4A63051	84.305	2010-01569-01-00	427,601	68,774
Passed-Through Education Testing Services (ETS): Reading for Understanding G6A63997	84.305	NIU-IES 305F	65,902	-
			<u>893,419</u>	<u>231,206</u>
Total Department of Education			<u>908,419</u>	<u>231,206</u>
DEPARTMENT OF AGRICULTURE				
Agricultural Research-Basic and Applied Research: Identification of Regulatory Genes in A. Flavov and A. Nidulans that are Involved in Mycotoxin Production, Morphogenesis, and Virulence G2A62358	10.001	58-6435-9-386	18,161	-
Developing commercially viable Industrial Products from Biofuels G2A62426	10.001	58-5447-0-346	9,111	-
			<u>27,272</u>	<u>-</u>
Cooperative Extension Service: Passed-Through Kansas State University: Development of a New Family Needs Screener For Males G6A63883	10.500	S08147	-	-
FASOR Data Base: Management Assistance & Data Analysis Project Phase V G6A63936	10.500	S08135.01	17,363	-
KSU/Air force Family Advocacy Research Analysis and Support Project FASOR G6A64037	10.500	2011-48740-31167	32,057	-
KSU/Air force Family Advocacy Research Analysis and Support Project FASOR G6A64038	10.500	S12170	24,326	-
KSU/Air Force Family Advocacy Research Analysis and Support Project FASOR Phase VIII G6A64039	10.500	S12166	48,553	-
KSU/Air Force Family Advocacy Research and Analysis G6A63965	10.500	2009-48353-06045	134,575	-
			<u>256,874</u>	<u>-</u>
Total Department of Agriculture			<u>284,146</u>	<u>-</u>
DEPARTMENT OF DEFENSE				
Department of the Navy Manufacturing & Engineering Advisory and Assistance Serv. G2A62414	12.000	W9098S-10-D-0057	149,097	57,625
Passed-Through Rock Island Arsenal Illinois Center for Defense Manufacturing (ICDM) G2A62378	12.000	W56HZV-09-0656	907,368	344,891
Passed -Through Battelle Naval Health Survey Recruits Behavior G6A63987	12.000	TCN 10-107	93,847	-
Passed-Through American Foundry Society, Inc. Advanced Titanium Casting Solutions G6A63993	12.000	AFS-ALCS2010-7	35,311	3,257
			<u>1,185,623</u>	<u>405,773</u>
Basic Scientific Research-Combating Weapons of Mass Destruction: Experimental & Numerical Investigation of Compact Dielectric Wakefield Accelerators G2A62397	12.351	HDTRA-1-10-1-0051	160,216	72,042
			<u>160,216</u>	<u>72,042</u>

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RESEARCH AND DEVELOPMENT CLUSTER (CONTINUED)				
DEPARTMENT OF DEFENSE (CONTINUED)				
Department of the Army Military Medical Research and Development: Particle Therapy Research and Treatment G2A62386, G2A62435, G2A62436, G2A62437, G2A62438	12.420	W81XWH-10-0170	\$ 3,168,196 <u>3,168,196</u>	\$ 1,758,151 <u>1,758,151</u>
National Security Agency Mathematical Sciences Grants Program: Assessing Nanosystem Reliability G2A62445	12.901	NSA	32,503 <u>32,503</u>	- <u>-</u>
Advanced Research Projects Agency Research and Technology Development: Passed Through Mass. Institute of Technology Compact, Coherent X-ray Sources Based on Laser Acceleration and Inverse Compton Scattering G6A64035	12.910	5710003094.000	44,321	-
Field-Emission Cathodes and Channeling Radiation G6A64043	12.910	11082715-S1	11,905 <u>56,226</u>	- <u>-</u>
Total Department of Defense			<u>4,602,764</u>	<u>2,235,966</u>
DEPARTMENT OF INTERIOR				
Fish and Wildlife Management Assistance: Predicting Climate Change-Induced Distributional Shifts in Great Lakes Region Reptiles G2A62427	15.608	3018AG189	16,703	-
Assessing Management Needs to Enhance the Recovery for the Eastern Massasauga G2A62410	15.608	30181AG156	61,284 <u>77,987</u>	25,000 <u>25,000</u>
Cooperative Endangered Species Conservation Fund: Annual Census of Lake Erie Water snakes G2A62293	15.615	301817G072	490 <u>490</u>	- <u>-</u>
Great Lakes Restoration: Lake Erie Watersnake Pose-Delisting Monitoring G2A62446	15.662	F11AC00180	23,201	-
Assessing Management Needs to Enhance the recovery for the Eastern Massasauga G2A62466	15.662	F11AC00726	17,640 <u>40,841</u>	- <u>-</u>
U.S. Geological Survey_Research and Data Collection: Seismic Monitoring of the Asian Carp Hydrogun Deployment in Chicago Sanitary and Ship Canal and Calumet River G2A62464	15.808	G11AC20404	44,536 <u>44,536</u>	- <u>-</u>
National Cooperative Geologic Mapping: Quaternary Geologic Mapping of the Creston Quadrangle G2A62482	15.810	C12AC20175	1,647 <u>1,647</u>	- <u>-</u>
Total Department of Interior			<u>165,501</u>	<u>25,000</u>
DEPARTMENT OF TRANSPORTATION				
Transims model Development for Regional Evacuation Studies for Large Metropolitan Areas G2A62433	20.000	OF-34662	9,295 <u>9,295</u>	- <u>-</u>
Federal Railroad Development: Passed-Through University of Illinois at Chicago Enhancement and Development of Railroad Vehicle Dynamics Simulations Capabilities G6A64014	20.314	2006-05792-02-01 DT	50,740 <u>50,740</u>	- <u>-</u>
Total Department of Transportation			<u>60,035</u>	<u>-</u>

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RESEARCH AND DEVELOPMENT CLUSTER (CONTINUED)				
OFFICE OF PERSONNEL MANAGEMENT				
Intergovernmental Personnel Act (IPA) Mobility Program: US Army Medical Command G2A62431	27.011	None	\$ 85,338	\$ -
			85,338	-
Total Office of Personnel Management			85,338	-
DEPARTMENT OF NATIONAL AERONAUTICS AND SPACE ADMINISTRATION				
Science: Global GIS Database of Drainage on Mars G2A62307	43.001	NNX08AM98G	60,597	44,616
			60,597	44,616
Total Department of National Aeronautics and Space Administration			60,597	44,616
NATIONAL ENDOWMENT FOR THE HUMANITIES				
Promotion of the Humanities_Fellowships and Stipends: Vico on Rhetoric Religion and Natural Law G6A62385	45.160	FA-55356	4,200	-
			4,200	-
Total National Endowment for the Humanities			4,200	-
DEPARTMENT OF VETERANS AFFAIRS				
Passed-Through Edward Hines, Jr. VA Hospital: Spinal Cord Quality Enhancement: Team Function and Provider Decision Making of Pressure Ulcer Patients in SCI Units G2A62465	64.000	578/151	8,004	-
			8,004	-
Total Department of Veterans Affairs			8,004	-
ENVIRONMENTAL PROTECTION AGENCY				
Environmental Protection Agency Office of Research and Development P3 Award: National Student Design Competition for Sustainability A continuous-Operation Variable -Feedstock Biomass Gasifier Based on Indigenous Materials G2A62470	66.516	SU-83513001	11,627	-
Adding Glycerin to Eco-Friendly Golf Tees to Accelerate Biodegradability and Improve Fabrication G2A62411	66.516	SU-83473601-0	(1,988)	-
			9,639	-
Total Environmental Protection Agency			9,639	-
DEPARTMENT OF ENERGY				
Office of Science Financial Assistance Program: Polarized X-Rays as a Probe of Spin Polarization G2A62156	81.049	DE-FG02-03ER46097	173,357	-
Brightness Electron Beams G2A62296	81.049	DE-FG02-08ER41532	71,945	-
Design and Prototyping of a High Granularity Scintillator Calorimeter G2A62357	81.049	DE-SC0001934	-	-
Nanostructured Superconductors G2A62364	81.049	DE-FG02-06ER46334	122,154	-
Simulation of Accelerator Based Backgrounds in a Muon Collider G2A62406	81.049	DE-SC0005447	5,256	-
Unique methodologies for Nano/Micro Manufacturing Job Training via Desktop Supercomputer Modeling and Simulation G2A62420	81.049	DE-SC0005135	280,423	-
Studies of Conventional & ERL-Based Recirculator Electron Cooling for an Electron Ion Collider G2A62448	81.049	DE-SC0005823	47,398	-
Design & Prototyping High Granularity Scintillator Calorimeter G2A62429	81.049	DE-SC0005164	56,087	-
Passed-Through University of Oregon: Scintillator Based Muon System R&D G6A63881	81.049	234151K (Project 7.2)	154	-
Building a Model Resonant X-ray G6A63962	81.049	503008P101595	103,307	-
			860,081	-

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RESEARCH AND DEVELOPMENT CLUSTER (CONTINUED)				
DEPARTMENT OF ENERGY (CONTINUED)				
ARGONNE NATIONAL LABORATORY:				
Performance Regression Test Suite Development G2A62303	81.000	8F-01161	\$ 201,429	\$ -
RDI Internship G2A62323	81.000	PO 581841	13,711	-
Nonlinear Analysis of Cable-Stay Bridge Cables G2A62336	81.000	9F-30021	21,365	-
Support for Tim Maxwell G2A62341	81.000	PO 584001	19,231	-
ATLAS Project G2A62359	81.000	9F-31981	15,312	-
Laboratory -Graduate Research Appointment G2A62417	81.000	9J-30261-0017A	3,623	-
Joint Appointment for Bela Erdelyi G2A62418	81.000	Joint Appt - Erdelyi	86,821	-
Integrated Laboratory/Industry Research Program ILIRP G2A62423	81.000	9J-30261-0018A	117,066	-
Joint Appt for Zhili Xiao G2A62424	81.000	NONE	106,468	-
Jt Appointment for Philippe Piot G2A62425	81.000	PO 589180 Rev 1 & 2	40,250	-
New Materials for Energy Efficiency and Environmental Application G2A62383	81.000	9J-30261-0003A	2,496	-
Geospatial Infrastructure Tech G2A62384	81.000	9J-30261-006A	353,834	-
Novel Thermoelectric Transition Metal Oxides G2A62388	81.000	9J-30261-005A	54,226	-
Support for Dychkant for the DZero Experiment G2A62390	81.000	PO 590863	10,855	-
Fabrication and Characterization of Superconducting and Nanostructures G2A62394	81.000	9J-30261-0007A	(2,194)	-
Synchrotron X-ray Study of Advanced materials for Li-air & Li-ion Batteries G2A62407	81.000	9J-30261-0013A	11,141	-
Passed-Through Los Alamos National Laboratory: Beam Dynamics Studies for the Matter-Radiation Interaction Extreme MARIE Project at Los Alamos G2A62408	81.000	84453-001-10	32,716	-
ATLAS LHC Project G2A62413	81.000	9J-30261-0015A	4,139	-
Composition and Development of Small Scale Bio-Fuel Production Facilities and New Educational Initiatives G2A62402	81.000	DE-EE0003975	614,837	97,543
Globus Support Project G2A62403	81.000	9J-30261-0010A	6,998	-
Day of Fast Imaging Cameras and the Associated Software for XPCS Measurements G2A62405	81.000	9J-30261-001-4A	18,380	-
Fabrication and Characterization of Superconducting and Nanostructures G2A62439	81.000	9J-30261-0007A Rev 1	17,862	-
Computational Fluid Dynamics for Hydraulics and Wind Engineering in Transportation Applications G2A62447	81.000	9J-30261-0020A	59,168	-
ATLAS Project G2A62449	81.000	9J-30261-0021A	29,233	-
Nanoscale Studies of Structure and Function of Oxide and nitride Films G2A62451	81.000	9J-30261-0022A	22,608	-
OTSP-Washington DC G2A62453	81.000	IPA of Dr. Blazey	192,444	-
Design of Application Specific Integrated Circuits G2A62454	81.000	9J-30261-0023A	5,582	-
Joint Appointment: David Murphy G2A62456	81.000	Murphy	69,275	-
Synchrotron X-ray Study of Advanced Materials for LiAir & Lilon Batteries G2A62457	81.000	9J-30261-0024A	31,144	-
ATLAS Fast Track Trigger Upgrade G2A62458	81.000	9J-30261-0025A	7,283	-
Joint Appointment - Young Min Shin G2A62467	81.000	PO 602342	52,678	-
Synthesis and Characterizations of Fe-Based pnictide G2A62471	81.000	9J-30261-0028A	17,742	-
Development of Matlab Models of the Digital Power Converters G2A62472	81.000	9J-30261-0029-A	12,763	-
Initial Budget - Cold Head Maintenance and Report G2A62463	81.000	9J-30261-0026-A	26,500	-
Mapping Strain Developed in Single Particles for Lithium-Ion Batteries G2A62476	81.000	9J-30261-0030-A	7,376	-
			<u>2,284,362</u>	<u>97,543</u>
Total Department of Energy			<u>3,144,443</u>	<u>97,543</u>
Total Research and Development Cluster			<u>12,861,362</u>	<u>3,281,101</u>

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ECONOMIC DEVELOPMENT CLUSTER				
<u>DEPARTMENT OF COMMERCE ECONOMIC DEVELOPMENT ADMINISTRATION</u>				
Economic Adjustment Assistance:				
Economic Adjustment: The Rockford Area Aerospace Cluster Jobs and Innovation Accelerator G2B66752	11.307	06-79-05726	\$ 36,394	\$ 7,870
Passed-Through University of Wisconsin Whitewater Automotive Industry Adjustment Initiative G6B63994/G6A63994	11.307	PO UNAB4141	303,834	-
			<u>340,228</u>	<u>7,870</u>
Total Economic Development Cluster			<u>340,228</u>	<u>7,870</u>
WIA CLUSTER				
<u>DEPARTMENT OF LABOR</u>				
WIA Pilots, Demonstrations, and Research Projects:				
Passed-Through the State of Colorado Department of Labor and Employment: Colorado E-Learning Knowledge Center G6B69827	17.261	CMS# 1425	53,693	-
			<u>53,693</u>	<u>-</u>
H-1B Job Training Grants:				
Job Innovation Accelerator Challenge G2B66753	17.268	JA-22454-11-60-A-17	5,000	-
			<u>5,000</u>	<u>-</u>
Total WIA Cluster			<u>58,693</u>	<u>-</u>
HIGHWAY PLANNING AND CONSTRUCTION CLUSTER				
<u>DEPARTMENT OF TRANSPORTATION</u>				
Highway Planning and Construction:				
Passed-Through Illinois Department of Transportation: West Access Road G3B67292	20.205	FHWA	415,469	-
IDOT Bicycle Maps Project G4B67427	20.205	11T0011	72,239	-
			<u>487,708</u>	<u>-</u>
Total Highway Planning and Construction Cluster			<u>487,708</u>	<u>-</u>
HIGHWAY SAFETY CLUSTER				
<u>DEPARTMENT OF TRANSPORTATION</u>				
State and Community Highway Safety:				
Passed-Through Illinois Department of Transportation: Northwestern IL Occupant Protection Resource Center G4B67437	20.600	OP1-1435-166	25,752	-
			<u>25,752</u>	<u>-</u>
Total Highway Safety Cluster			<u>25,752</u>	<u>-</u>
TITLE I, PART A CLUSTER				
<u>DEPARTMENT OF EDUCATION</u>				
Title I Grants to Local Educational Agencies (Title I, Part A of the ESEA)				
Passed-Through Illinois State Board of Education: Interactive Illinois Report Card Amendment G4B67361	84.010	MY04601	471,000	-
			<u>471,000</u>	<u>-</u>
Total Title I, Part A Cluster			<u>471,000</u>	<u>-</u>
SPECIAL EDUCATION CLUSTER (IDEA)				
<u>DEPARTMENT OF EDUCATION</u>				
Special Education - Grants to States (IDEA, Part B):				
Passed-Through Illinois State Board of Education: Interactive Illinois Report Card Amendment G4B67361	84.027	P047A070966	218,000	-
			<u>218,000</u>	<u>-</u>
Total Special Education Cluster (IDEA)			<u>218,000</u>	<u>-</u>

State of Illinois
Northern Illinois University
Schedule of Expenditures of Federal Awards (Continued)
Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor Program/Grant Title	CFDA Number	Federal Project or Pass-Through Number	FY 2012 Expenditures	To Subrecipients
TRIO CLUSTER				
<u>DEPARTMENT OF EDUCATION</u>				
TRIO - Student Support Services G1B66670	84.042	P042A051074-06	\$ (1,311)	\$ -
TRIO - Student Support Services G1B66736	84.042	P042A101432	336,554	-
			<u>335,243</u>	<u>-</u>
TRIO - Upward Bound G1B66684	84.047	P047A070966	393,177	-
TRIO - Upward Bound G1B66755	84.047	P047A121484	25,537	-
			<u>418,714</u>	<u>-</u>
Total Trio Cluster			<u>753,957</u>	<u>-</u>
CCDF CLUSTER				
<u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Childcare and Development Block Grant: Administration for Children and Families				
Passed Through Illinois Department of Human Services: FY 11 Child Care Assistance Program G4B67439/MC25496/CP30140				
	93.575	IDHS	62,863	-
			<u>62,863</u>	<u>-</u>
Total CCDF Cluster			<u>62,863</u>	<u>-</u>
HEAD START CLUSTER				
<u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Department of Health and Human Services Administration for Children And Families: Head Start				
Passed-Through American Alliance for Health, Physical Education Recreation & Dance				
Evaluation of Head Start Body Start National Center G6A6404				
	93.600	AAHPERD	36,914	-
			<u>36,914</u>	<u>-</u>
Total Head Start Cluster			<u>36,914</u>	<u>-</u>
OTHER PROGRAMS				
<u>NATIONAL SCIENCE FOUNDATION</u>				
Mathematical and Physical Sciences:				
Passed Through American Physical Society: LaserFest on the Road G6B69843				
	47.049	PHY-0900403	914	-
Passed-Through University of Notre Dame: The Quarknet Project G6B69885				
	47.049	U Notre Dame	3,877	-
			<u>4,791</u>	<u>-</u>
Geosciences:				
Enhancing Diversity Track 2: Intensive Field Experience for Middle & HS Teachers Serving Large Hispanic Populations G1B66692				
	47.050	0703541	128,218	-
			<u>128,218</u>	<u>-</u>
Education and Human Resources:				
PROMISE: Providing Resources and Opportunities to Maximize Interest in STEM Education G1B66748				
	47.076	DUE-1068463	85,135	-
Empowering Teachers to Enhance Adolescents motivation for Science (E-Teams) G1B66741				
	47.076	1102925	(7,388)	-
Empowering Teachers to Enhance Adolescents motivation for Science (E-Teams) G1A62481				
	47.076	HRD-1102925	126,754	-
			<u>204,501</u>	<u>-</u>
Total National Science Foundation			<u>337,510</u>	<u>-</u>

State of Illinois
Northern Illinois University
Schedule of Expenditures of Federal Awards (Continued)
Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor Program/Grant Title	CFDA Number	Federal Project or Pass-Through Number	FY 2012 Expenditures	To Subrecipients
OTHER PROGRAMS (CONTINUED)				
DEPARTMENT OF HEALTH AND HUMAN SERVICES				
Laboratory Training, Evaluation, and Quality Assurance Programs:				
Passed-Through Joint Commission on Accreditation of Healthcare Org.				
Evaluating the Use of Rapid Influenza Testing in Outpatient Medical Settings G6B69841	93.064	1U47C1000581-01	\$ (8,276)	\$ -
Race and Ethnicity in Vaccination for Vulnerable Elderly (REVIVE) G6B70034	93.064	Joint Commiss	23,170	-
			14,894	-
Centers for Disease Control and Prevention_Investigations and Technical Assistance:				
Passed-Through the Illinois Department of Public Health				
G4B67510 Contract #02400019	93.283	0710-2410-3510	37,000	-
G4B67453 Contract #12400028	93.283	710	308,000	-
			345,000	-
Health Resources and Services Administration:				
Advanced Education Nursing Traineeships G1B66743	93.358	2A10HP00175-12-00	33,640	-
Advanced Education Nursing Traineeships G1B66727	93.358	2 A10HP00175-11-00	196	-
			33,836	-
Center for Disease Control and Prevention - Affordable Care Act (ACA)				
Communities Putting Prevention to Work:				
Passed-Through Children's Memorial Hospital				
Communities Putting Prevention to Work G6B70039	93.520	NONE	246,788	-
			246,788	-
Child Abuse and Neglect Discretionary Activities:				
Passed-Through IL Dept. of Children and Family Services:				
Integrated Assessment 44-G3B67418	93.670	2646799011	254,000	-
			254,000	-
DEPARTMENT OF HEALTH AND HUMAN SERVICES ARRA				
Health Information Technology Regional Extension Centers Program:				
Office of National Coord for Health Information Technology				
Illinois Health Information Technology Exchange Program Collaborative				
ARRA G1B66725	93.718	90RC0023/01	3,669,113	2,525,122
			3,669,113	2,525,122
ARRA-Prevention and Wellness-Communities Putting Prevention to Work				
Funding Opportunities Announcement (FOA):				
Passed-Through Cook county Department of Public Health				
Professional Report Development G6B70041 - ARRA	93.724	NONE	24,222	-
			24,222	-
Total Department of Health and Human Services ARRA			3,693,335	2,525,122
Cooperative Agreements for State-Based Diabetes Control Programs and Evaluation of Surveillance Systems				
Passed-Through Illinois Department of Public Health				
Contract #02400019 G4B67410	93.988	02400019-3510	47,000	-
			47,000	-
Preventive Health and Health Services Block Grant:				
Passed-Through Illinois Department of Public Health				
Contract #2400019 G4B67410	93.991	02400019-3070	(60,000)	-
			(60,000)	-
Total Department of Health and Human Services			4,574,853	2,525,122

State of Illinois
Northern Illinois University
Schedule of Expenditures of Federal Awards (Continued)
Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor Program/Grant Title	CFDA Number	Federal Project or Pass-Through Number	FY 2012 Expenditures	To Subrecipients
OTHER PROGRAMS (CONTINUED)				
DEPARTMENT OF EDUCATION				
Adult Education - Basic Grants to States:				
Passed-Through State of Illinois, Illinois Community College Board Technical Assistance for Adult Education and Family Literacy G4B67468	84.002	AEL12010	\$ 24,982	\$ -
			<u>24,982</u>	<u>-</u>
National Resource Centers Program for Foreign Language and Area Studies				
Foreign Language and International Studies Program and Foreign Language and Area Studies Fellowship Program:				
National Resource Center at Northern Illinois University G1B66672	84.015	P015B060158	2,324	-
National Resource Center at Northern Illinois University G1B66733/ G1B66734	84.015	P015A100167	<u>518,076</u>	<u>-</u>
			<u>520,400</u>	<u>-</u>
International Research and Studies:				
SEAsite: Web Site Infrastructure Improvements for the Next Decade G1B66705	84.017	P017A080050	57,468	-
Multimedia Online Learners Dictionary of Malay G1B66719	84.017	P017A090353	<u>120,351</u>	<u>-</u>
			<u>177,819</u>	<u>-</u>
Rehabilitation Long-Term Training:				
Preparation of Rehabilitation Teachers and Orientation & Mobility of Specialists to Serve Adults with Visual Disabilities G1B66711	84.129	H129P090006	92,806	-
Rehabilitation of Individuals Who are Deaf or Hrd of Hearing G1B66716	84.129	H129Q050005-09	(906)	-
Certificate Program In Rehabilitation of Persons who are Deaf-Blind G1B66728	84.129	H129Q080006-10	99,117	-
Rehabilitation of Individuals Who are Deaf or Hrd of Hearing G1B66738	84.129	H129Q100002	<u>108,774</u>	<u>-</u>
			<u>299,791</u>	<u>-</u>
Safe and Drug-Free Schools and Communities _National Programs:				
NIU: Making Emergency Management a Shared Campus Responsibility G1B66703	84.184	Q184T080040	36,971	-
School Emergency Response to Violence G1B66707	84.184	Q184S080008	<u>1,149</u>	<u>-</u>
			<u>38,120</u>	<u>-</u>
Bilingual Education _Professional Development:				
Development of Reading ESL, Early Childhood Math & Science G166750	84.195	T365Z110199	97,660	-
Project Success G1B66690	84.195	T195N070106	<u>231,520</u>	<u>-</u>
			<u>329,180</u>	<u>-</u>
Fund for the Improvement of Education:				
Passed Through Aurora East School District #131 Smaller Learning Communities Grant Evaluation G6B69896	84.215	S215L080463	<u>9,458</u>	<u>-</u>
			<u>9,458</u>	<u>-</u>
Rehabilitation Services Demonstration and Training Programs:				
Training Personnel to Provide Rehabilitation and Orientation and Mobility Services for Veterans who are Visually Impaired G1B66735	84.235	H235K100016B	<u>318,902</u>	<u>-</u>
			<u>318,902</u>	<u>-</u>
Twenty-First Century Community Learning Centers:				
Passed-Through Illinois State Board of Education:				
Comprehensive Statewide Evaluation of 21st Century Community Learning Centers Program G3B67333	84.287	MY06621	142,479	27,077
21st Century After School Grant Evaluation at Hermes, Oak Park and Beaupre Elementary Schools G6B69586	84.287	None	9,372	-
21st Century Community Learning Center Grant: Jefferson, Washington, Waldo & Simmons G6B69716	84.287	None	41,428	-
21st Century Community Learning Center Grant-Herget Middle School G6B69839	84.287	None	15,005	-
21st Century Community Learning Centers Grant Evaluation Plan G6B69840	84.287	None	<u>4,177</u>	<u>-</u>
			<u>212,461</u>	<u>27,077</u>
Educational Technology State Grants				
Passed-Through Murphysboro School District #186 MyIIRC: Web-based Assessment Data G6B70050	84.318	None	<u>17,433</u>	<u>-</u>
			<u>17,433</u>	<u>-</u>

State of Illinois
Northern Illinois University
Schedule of Expenditures of Federal Awards (Continued)
Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor Program/Grant Title	CFDA Number	Federal Project or Pass-Through Number	FY 2012 Expenditures	To Subrecipients
OTHER PROGRAMS (CONTINUED)				
DEPARTMENT OF EDUCATION (CONTINUED)				
Special Education Personnel Development to Improve Services and Results for Children With Disabilities: Combined Priority for Personnel Development G1B66713	84.325	H325K090232	\$ 234,629 234,629	\$ - -
International Education _Technological Innovation and Cooperation for Foreign Information Access: The Southeast Asia Digital Library Project G1B66658	84.337	P337A050006	(2,845)	-
Building Capacity for Digitization Dissemination and Preservation of Southeast Asian Resources G1B66724	84.337	P337A090018	29,962 27,117	10,000 10,000
English Language Acquisition State Grants: Passed-Through Illinois State Board of Education: Title III English Language SEA 41-BT17583	84.365	None	10,000 10,000	- -
Mathematics and Science Partnerships: Passed-Through Illinois State Board of Education: Mastering Biology Teaching with Content, Pedagogy and Technology G4B67457	84.366	4936-80-16-019-5430-51	113,207	-
FY12 Integrated Technology and Engineering to Advance Math & Science G4B67459	84.366	4936-71-16-019-5430-51	23,122	-
Excellence in the Middle G4B67460	84.366	4936-70-16-019-5430-51	42,290	-
Emerging Technologies Institute: Preparing Teachers and Students for the Future G4B67461	84.366	4936-10-16-019-5430-51	15,322	-
Integrated Technology and Engineering to Advance Math and Science G4B67428	84.366	4936-71-16-019-5430-51	39,725	-
Excellence in the Middle: Enhancing Mathematics Pedagogy with Connections in Science and Engineering G4B67430	84.366	4936-70-16-019-5430-51	48,571	19,260
Mastering Biology Teaching with Content, Pedagogy, and Technology G4B67432	84.366	4936-80-16-019-5430-51	64,334	-
Emerging Technologies Institute: Preparing Teachers and Students for the Future G4B67435	84.366	4936-10-15-019-5430-51	64,994	-
Institute for Excellence in Mathematics Teaching and Learning G4B67472	84.366	4936-40-16-019-5430-51	21,397	-
Integrating Math and Science with Content, Pedagogy, and Technology G4B67479	84.366	4936-41-16-019-5430-51	38,784 471,746	- 19,260
Improving Teacher Quality State Grants: Passed-Through Illinois Board of Higher Education Promoting Achievement through Literacy Skills PALS G4B67452	84.367	IBHE	57,764	15,005
Promoting Achievement through Literacy Skills Across the High School Curriculum G4B67420	84.367	IBHE	133,656 191,420	81,435 96,440
Total Department of Education			2,883,458	152,777
DEPARTMENT OF AGRICULTURE				
Special Supplemental Nutrition Program for Women, Infants and Children Passed Through Illinois State Board of Education: G4B67410	10.557	2400019-0940	6,000	-
Child and Adult Care Food Program Passed-Through Illinois State Board of Education: Federal School Lunch Program 41-CP30140/41-MC24596	10.558	None	52,000 58,000	- -
DEPARTMENT OF COMMERCE				
Economic Development_Technical Assistance: Promoting Regional Prosperity in Western Illinois G2B66751	11.303	06-06-05705	58,455 58,455	- -
Public Safety Interoperable Communications Grant Program: Passed-Through Illinois Terrorism Task Force ITTF Replacement Base Narrowbanding Radio Illinois Broadband Opportunity Partnership Northwest Region G3B67455	11.555	07NBNOILU	5,440 5,440	- -

State of Illinois
Northern Illinois University
Schedule of Expenditures of Federal Awards (Continued)
Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor Program/Grant Title	CFDA Number	Federal Project or Pass-Through Number	FY 2012 Expenditures	To Subrecipients
OTHER PROGRAMS (CONTINUED)				
<u>DEPARTMENT OF COMMERCE(CONTINUED)</u>				
Broadband Technology Opportunities Program (BTOP) Illinois Broadband Opportunity Partnership Northwest Region - ARRA G2B66737	11.557	UWW-EDA	\$ 14,994,962	\$ 14,599,429
Passed-Through DSSA Strategies/My Way Village: BTOP Evaluation: Training Sr. Citizens in Internet Use G6B69895	11.557	DSSA/My Way	107,948	-
			15,102,910	14,599,429
Manufacturing Extension Partnership: Passed-Through the Illinois Manufacturing Extension Center Bradley University: Illinois Manufacturing Extension Center G6B69880/G6B70048	11.611	IMEC	963,581	-
			963,581	-
Total Department of Commerce			16,130,386	14,599,429
<u>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>				
Community Development Technical Assistance Passed Through the City of DeKalb G6B69874	14.219	None	500	-
			500	-
Total Department of Housing and Urban Development			500	-
<u>DEPARTMENT OF JUSTICE</u>				
Grants to Reduce Domestic Violence, Dating Violence, Sexual Assault and Stalking on Campus: Northern Illinois University Coordinated Community Response Project G2B66739	16.525	2010-WA-AX-0008	37,813	-
			37,813	-
Total Department of Justice			37,813	-
<u>DEPARTMENT OF LABOR</u>				
Occupational Safety and Health_Susan Harwood Training: Passed-Through the Illinois Manufacturing Extension Center Bradley University: Illinois Manufacturing Extension Center G6B69823/G6B69880	17.502	IMEC	10,382	-
			10,382	-
Total Department of Labor			10,382	-
<u>DEPARTMENT OF STATE</u>				
Professional and Cultural Exchange Programs - Citizen Exchanges: The Past is Always Ahead of Us: Empowering Indigenous and Minority Leaders in the Southern Philippines G2B66723	19.415	S-ECAPE-09-GR-118	1,451	-
Southeast Asian Youth Leadership Program G2B66729	19.415	S-ECAPY-10-GR-143 (SS)	3,108	-
Philippine Youth Leadership Program 2011 G2B66732	19.415	S-ECAPY-10-GR-145 (SS)	31,642	-
Philippine Youth Leadership Program 2011 G2B66730	19.415	S-ECAPY-10-GR-141 (SS)	48,856	-
Philippine Youth Leadership Program 2011 G2B66731	19.415	S-ECAPY-10-GR-145 (SS)	435	-
Youth Leadership Program - Philippines G2B66745	19.415	S-ECAPY-11-CA-107 (SS)	186,174	101,884
Youth Leadership Program - Philippines G2B66744	19.415	S-ECAPY-11-CA-107 (SS)	39,859	-
Youth Leadership Program - Southeast Asia G2B66746/G2B66747	19.415	S-ECAPY-11-CA-105 (SS)	231,819	-
			543,344	101,884
Total Department of State			543,344	101,884
<u>NATIONAL ENDOWMENT FOR THE ARTS</u>				
Promotion of the Humanities_Fellowships and Stipends: Arabic Slave Writings and the American Canon G2B66742	45.160	FW-50359-11	18,900	-
			18,900	-
Promotion of the Arts_Grants to Organizations and Individuals: Enhanced Programming for NIU Community School of Music G2B66749	45.024	2006-05792-02-01 DT	8,392	-
			8,392	-

State of Illinois
Northern Illinois University
Schedule of Expenditures of Federal Awards (Continued)
Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor Program/Grant Title	CFDA Number	Federal Project or Pass-Through Number	FY 2012 Expenditures	To Subrecipients
OTHER PROGRAMS (CONTINUED)				
<u>NATIONAL ENDOWMENT FOR THE ARTS (CONTINUED)</u>				
Institute of Museum and Library Services National Leadership Grants: ADOPT(Achieving Digital Object Preservation Together): Securing and Presenting Local Culture Heritage for Global Access G2B66754	45.312	LG-05-11-0156-11	\$ 5,244 <u>5,244</u>	\$ - <u>-</u>
Total National Endowment for the Arts			<u>32,536</u>	<u>-</u>
<u>ENVIRONMENTAL PROTECTION AGENCY</u>				
Office of Chemical Safety and Pollution Prevention Source Reduction Assistance: Passed-Through the Illinois Manufacturing Extension Center Bradley University: Illinois Manufacturing Extension Center G6B9823/G6B69880	66.717	IMEC	8,155 <u>8,155</u>	- <u>-</u>
<u>DEPARTMENT OF ENERGY</u>				
State Energy Program: Passed-Through Department of Commerce and Economic Opportunity Thermal Efficiency for Public Facilities - ARRA G4B67426	81.041	09-468044	331,255 <u>331,255</u>	- <u>-</u>
Renewable Energy Research and Development: Passed-Through Growth Dimensions: New Uses Information and Entrepreneur Development G6B69818	81.087	DE-FG36-04G014231	21 <u>21</u>	- <u>-</u>
State Energy Program Special Projects: Passed-Through the Illinois Manufacturing Extension Center Bradley University: Illinois Manufacturing Extension Center G6B69823/G6B69880	81.119	IMEC	38 <u>38</u>	- <u>-</u>
Energy Efficiency and Conservation Block Grant Program-ARRA Passed-Through the Illinois Manufacturing Extension Center Bradley University: Illinois Manufacturing Extension Center G6B69823/G6B69880	81.128	IMEC	1,312 <u>1,312</u>	- <u>-</u>
Total Department of Energy			<u>332,626</u>	<u>-</u>
<u>DEPARTMENT OF HOMELAND SECURITY</u>				
Passed-Through IL Emergency Management Agency IEMA Emergency Management Prepared Program 41-0A34525-453100	97.036	None	72,000 <u>72,000</u>	- <u>-</u>
Total Department of Homeland Security			<u>72,000</u>	<u>-</u>
Total Other Programs			<u>25,021,563</u>	<u>17,379,212</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 73,110,610</u>	<u>\$ 20,668,183</u>

NON-CASH FEDERAL FINANCIAL ASSISTANCE

	CFDA Number	2012
<u>Federal Loans</u>		
Federal Perkins Loan Program - Federal Capital Contributions (1)	84.038	-
Federal Direct Loans Program (2) G7B69998/G7B70016	84.268	132,282,327

(1) Loans advanced during the year as of June 30, 2012 \$1,019,800. Loans outstanding as of June 30, 2012 total \$8,793,805.

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

**State of Illinois
Northern Illinois University**

**Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2012**

Note 1. Significant Accounting Policy

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

Note 2. Nature of Programs

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

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

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

	<u>(in Thousands)</u>
Total expenditures as shown on the Schedule of Expenditures of Federal Awards	\$ 73,111
Add the following:	
Direct state grants/contracts	<u>20,494</u>
Total federal and state grants and other contracts and Pell Grants revenues shown on the Statement of Revenues, Expenses, and Changes in Net Assets	<u><u>\$ 93,605</u></u>

**Supplementary Information for State Compliance Purposes
Summary**

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

- Fiscal Schedules and Analysis:

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

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

- Analysis of Operations (Unaudited):

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

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

Schedule of Appropriations, Expenditures, and Lapsed Balances*
Appropriations for Fiscal Year 2012
Fourteen Months Ended August 31, 2012

	Appropriations (Net After Transfers)	Expenditures Through June 30, 2012	Approximate Lapse Period Expenditures July 1 to August 31, 2012	Approximate Total Expenditures	Approximate Balances Lapsed
PUBLIC ACT 097-0069					
GENERAL REVENUE FUND-007					
Operational expenses	\$ 99,576,200	\$ 99,576,200	\$ -	\$ 99,576,200	\$ -
Total General Revenue Fund	99,576,200	99,576,200	-	99,576,200	-
STATE COLLEGE AND UNIVERSITY					
TRUST FUND-417					
Scholarship fund	36,000	19,164	-	19,164	16,836
TOTAL APPROPRIATED FUNDS	\$ 99,612,200	\$ 99,595,364	\$ -	\$ 99,595,364	\$ 16,836

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

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

Note 2: Approximate lapse period expenditures do not include interest payments approved for payment by the Agency and submitted to the Comptroller for payment after August.

**Comparative Schedule of Net Appropriations, Expenditures,
and Lapsed Balances***
For the Years Ended June 30, 2012, 2011 and 2010

	Fiscal Years		
	2012	2011	2010
	PA97-0069	PA96-0956	PA96-0114 and PA96-0046
General Revenue Fund - 001			
Appropriations (net after transfers)	\$ 99,576,200	\$ 100,731,300	\$ 107,431,100
Expenditures			
Personal services	-	-	-
Contributions to Social Security and Medicare	-	-	-
Contractual services	-	-	-
Travel	-	-	-
Commodities	-	-	-
Awards and grants and matching funds	-	-	-
Equipment and library books	-	-	-
Telecommunications services	-	-	-
Automotive	-	-	-
CMS health insurance	-	-	-
C.H.A.N.C.E.	-	-	-
Ordinary and contingent expenses	99,576,200	100,731,300	102,974,900
Personal services - Education State			
Grants Recovery Act	-	-	2,754,900
Personal services - Government Services			
Grants Recovery Act	-	-	1,701,300
Total expenditures	99,576,200	100,731,300	107,431,100
Lapsed balances	\$ -	\$ -	\$ -

Comparative Schedule of Net Appropriations, Expenditures,
and Lapsed Balances* (Continued)
For the Years Ended June 30, 2012, 2011 and 2010

	Fiscal Years		
	2012	2011	2010
	PA97-0069	PA96-0956	PA96-0114 and PA96-0046
State College and University			
Trust Fund - 417			
Appropriations (net after transfers)	\$ 36,000	\$ 36,000	\$ 36,000
Expenditures - scholarship grant awards	19,164	20,351	24,602
	<u>\$ 16,836</u>	<u>\$ 15,649</u>	<u>\$ 11,398</u>
Grand Total - All Funds			
Appropriations (net after transfers)	\$ 99,612,200	\$ 100,767,300	\$ 107,467,100
Total expenditures	99,595,364	100,751,651	107,455,702
Lapse balances	<u>\$ 16,836</u>	<u>\$ 15,649</u>	<u>\$ 11,398</u>

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

Comparative Schedule of Income Fund Revenues and Expenses
For the Years Ended June 30, 2012 and 2011

	2012	2011
Income Fund Revenues		
Tuition, net of waivers	\$ 144,195,625	\$ 141,035,483
Material fees	7,454,416	7,411,961
Other	1,614,058	1,392,707
	<hr/>	
Total Income Fund Revenues	<u>\$ 153,264,099</u>	<u>\$ 149,840,151</u>
Income Fund Expenses		
Personal services	\$ 82,720,948	\$ 79,912,931
FICA/Medicare	2,273,453	2,150,811
Contractual services	28,429,728	29,948,975
Travel	1,252,594	1,123,058
Commodities	2,354,166	2,064,659
Award/grants and matching funds	10,426,298	4,623,724
Equipment and library books	9,634,693	8,225,982
Telecommunications	1,391,638	1,360,290
Automotive	522,404	462,775
Capital repairs and permanent improvements	884,497	1,575,184
CMS health insurance	1,204,000	1,204,000
Unemployment compensation benefits	76,035	96,388
	<hr/>	
Total Income Fund Expenses	<u>\$ 141,170,454</u>	<u>\$ 132,748,777</u>

Schedule of Changes in Capital Assets*
For the Years Ended June 30, 2012 and 2011

	Balance				Balance				Balance
	June 30, 2010	Additions	Transfers	Deductions	June 30, 2011	Additions	Transfers	Deductions	June 30, 2012
Land	\$ 19,280,619	\$ -	\$ -	\$ -	\$ 19,280,619	\$ -	\$ -	\$ -	\$ 19,280,619
Land improvements	65,841,706	-	847,610	-	66,689,316	-	3,185,402	-	69,874,718
Buildings	461,454,307	-	1,878,541	661,476	462,671,372	-	30,419,811	-	493,091,183
Equipment	239,884,142	8,440,483	-	5,194,898	243,129,727	9,589,270	-	5,256,716	247,462,281
Intangible assets	3,820,547	-	-	-	3,820,547	-	-	-	3,820,547
Construction in progress	20,607,653	27,372,857	(2,726,151)	1,246,670	44,007,689	127,895,599	-	34,802,052	137,101,236
Totals	\$ 810,888,974	\$ 35,813,340	\$ -	\$ 7,103,044	\$ 839,599,270	\$ 137,484,869	\$ 33,605,213	\$ 40,058,768	\$ 970,630,584

* Information in this schedule was taken from University records which have been reconciled to the quarterly reports of fixed assets submitted to the State Comptroller. Amounts differ from financial statements as this schedule includes noncapitalized assets which are below the threshold used for financial statement reporting.

**Comparative Schedule of Cash and Temporary
Cash Equivalents, at Cost
(Excluding Foundation and Alumni Association)
June 30, 2012 and 2011**

	2012	2011
Cash on hand	\$ 127,523	\$ 126,657
Checking accounts (1)		
Resource Bank, DeKalb, Illinois	3,146	100
Community Bank of Oregon, Oregon, Illinois	1,000	1,000
National Bank and Trust Co. of Sycamore, Sycamore, Illinois	28,968,030	28,147,240
Amalgamated Bank, Chicago, Illinois	10,117,112	33,127,768
American Midwest Bank, DeKalb, Illinois	4,016,158	4,008,412
Northern Trust Company, Chicago, Illinois	-	26,701
US Bank, Minneapolis, Minnesota	6	5
Castle Bank, DeKalb, Illinois	7,278,609	13,361,497
Compass Bank, Austin, Texas	417	382
Illinois Funds - U.S. Bank, Springfield, Illinois	-	200,006
Temporary cash investments (1)		
Illinois Funds - U.S. Bank, Springfield, Illinois	19,230,885	29,756,356
Money market funds:		
The Bank of New York Mellon Trust Co., NA, Chicago, Illinois:		
Hoffman Estates Debt Reserves Fund and Communications Ducts Reserve Fund	650,170	650,170
The Bank of New York Mellon Trust Co., NA, Chicago, Illinois:		
Hoffman Estates Construction Fund and Communications Ducts Construction Fund	1	1
	<u>1</u>	<u>1</u>
	<u>\$ 70,393,057</u>	<u>\$ 109,406,295</u>

(1) These amounts represent bank balances.

Comparative Schedule of Investments, at Cost
June 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
U.S. Treasury obligations, U.S. agency obligations, treasury notes and strips, 0.0 to 2.5 percent	<u>\$ 183,927,112</u>	<u>\$ 124,353,166</u>

(1) These amounts represent bank balances.

Note: Interest rates for June 30, 2012.

Analysis of Receivables and Inventories
June 30, 2012 and 2011

Receivables

Reported receivables as of June 30, 2012 and 2011 are summarized below (\$000s):

	<u>June 30</u>	
	<u>2012</u>	<u>2011</u>
Accounts receivable	\$ 42,916	\$ 34,664
Less allowance for doubtful accounts	<u>(10,026)</u>	<u>(10,293)</u>
Net accounts receivable	<u>\$ 32,890</u>	<u>\$ 24,371</u>
Student loans receivable	\$ 8,794	\$ 9,089
Less allowance for doubtful accounts	<u>(76)</u>	<u>(71)</u>
Net student loans receivable	<u>\$ 8,718</u>	<u>\$ 9,018</u>

Accounts receivable consists primarily of amounts due from students (\$28.5 million in 2012 and \$23.3 million in 2011) and other agencies (\$14.4 million and \$11.3 million in 2012 and 2011, respectively).

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

The allowance for doubtful accounts results from nonpayment of student tuition and reversals of students' financial aid waivers. Occasionally, a student will complete a semester and subsequently be declared ineligible for financial aid already credited to that student's account. These students frequently will not remain enrolled due to a lack of funds and, thus, a substantial allowance for doubtful accounts is necessary.

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

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

**State of Illinois
Northern Illinois University**

**Analysis of Receivables and Inventories (Continued)
June 30, 2012 and 2011**

Inventories

Reported inventories as of June 30, 2012 and 2011 are summarized below (\$000s):

	June 30	
	2012	2011
Food	\$ 293	\$ 266
Books	1,870	1,719
Inventories for resale	860	867
Commodities and supplies	253	224
Other miscellaneous items	31	33
Total	<u>\$ 3,307</u>	<u>\$ 3,109</u>

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

**Analysis of Significant Variations in Expenses
For the Years Ended June 30, 2012 and 2011
(in Thousands)**

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

	2012	2011	Increase (Decrease)	Percent Changes	Explanation
Public service	\$ 51,265	\$ 27,135	\$ 24,130	89%	The change is due to the impact of external funding (i.e. grants) received and expended in a given year.
Institutional support	30,817	35,179	(4,362)	-12%	The change is due to the impact of external funding (i.e. grants) received and expended in a given year.
Staff benefits	121,732	105,487	16,245	15%	The change is due to an increase in the amount of on-behalf payments from the State of Illinois for staff benefits.
Student aid	22,369	26,078	(3,709)	-14%	The change is due to an increase in scholarship allowances attributed to a special federal appropriation.

**Analysis of Significant Variations in Revenues
For the Years Ended June 30, 2012 and 2011
(in Thousands)**

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

	2012	2011	Increase (Decrease)	Percent Changes	Explanation
Federal and state grants and other contracts	\$ 62,925	\$ 40,114	\$ 22,811	57%	The change is due to the impact of external funding (i.e. grants) received and expended in a given year.
Other sources	6,733	3,931	2,802	71%	The increase is due to more requests from external entities for expertise of the University.

Analysis of Significant Variations in Account Balances
June 30, 2012 and 2011
(in Thousands)

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

	2012	2011	Increase (Decrease)	Percent Changes	Explanation
Cash and cash equivalents	\$ 60,889	\$ 42,055	\$ 18,834	45%	The change is due to an increase in accounts payable attributable to all university areas and receipt of state funds.
Accounts receivable - net	32,890	24,371	8,519	35%	The change is due to an increase in unreimbursed grant expenditures and an increase in receivables for student accounts.
Appropriations receivable from state	28,359	45,307	(16,948)	-37%	The decrease is due to the timing of payments regulated by the State.
Capital assets, net of accumulated depreciation	437,646	327,427	110,219	34%	The increase is due to the new First Year Residence facility.
Accounts payable and accrued liabilities	60,587	53,737	6,850	13%	The change is due to an increase in vendor payables for projects and for the Statewide Broadband Program Grant.

Analysis of Significant Variations in Account Balances (Continued)
June 30, 2012 and 2011
(in Thousands)

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

	2012		2011	Increase (Decrease)	Percent Changes	Explanation
Accrued compensated absences	\$ 18,646	\$	20,942	\$ (2,296)	-11%	The decrease is due to a large number of employees retiring and permanent positions not being refilled as vacancies occur.
Leases payable	145,451		33,346	112,105	336%	The increase is due to the new First Year Residence facility.

**Analysis of Significant Lapse Period Spending
Year Ended June 30, 2012**

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

**Schedule of Federal Expenditures, Nonfederal Expenses,
and New Loans
For the Year Ended June 30, 2012 (Accrual Basis)
(Expressed in Thousands)**

Schedule A - Federal Financial Component

Total federal expenditures reported on SEFA schedule	\$ 73,111
Total new loans made not included on SEFA schedule	132,282
Amount of federal loan balances at beginning of the year (not included on the SEFA schedule) and continued compliance required	9,089
Other noncash federal award expenditures (not included on SEFA schedule)	-
Total Schedule A	\$ 214,482

Schedule B - Total Financial Component

Total operating expenses (from financial statements)	\$ 556,222
Total nonoperating expenses (from financial statements)	16,726
Total new loans made	132,282
Amount of federal loan balances at beginning of year	9,089
Other noncash federal award expenditures	-
Total Schedule B	\$ 714,319

Schedule C

	<u>Amount</u>	<u>Percent</u>
Total Schedule A	\$ 214,482	30.0 %
Total nonfederal expenses	499,837	70.0
Total Schedule B	\$ 714,319	100.0 %

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

Other Entities
Condensed Financial Information
June 30, 2012

Balance Sheet	Continuing Education Contract Courses	Continuing Education and Public Service	Sales and Services of Educational Activities	Student Programs and Services
Assets				
Current fund:				
Cash and cash equivalents	\$ 3,951,266	\$ 6,636,577	\$ 4,370,143	\$ 12,860,880
Other assets	155,026	316,411	619,067	96,282
Total current fund	<u>4,106,292</u>	<u>6,952,988</u>	<u>4,989,210</u>	<u>12,957,162</u>
Plant fund:				
Plant fund assets	35,465	124,398	83,309	252,440
Total Assets	<u>\$ 4,141,757</u>	<u>\$ 7,077,386</u>	<u>\$ 5,072,519</u>	<u>\$ 13,209,602</u>
Liabilities				
Accounts payable and accrued expenses	\$ 70,894	\$ 699,080	\$ 1,009,518	\$ 699,297
Deferred income	126,900	621,868	230,913	835,506
Total liabilities	<u>197,794</u>	<u>1,320,948</u>	<u>1,240,431</u>	<u>1,534,803</u>
Fund balances				
Current fund	3,908,498	5,632,040	3,748,779	11,422,359
Plant fund	35,465	124,398	83,309	252,440
Total fund balances	<u>3,943,963</u>	<u>5,756,438</u>	<u>3,832,088</u>	<u>11,674,799</u>
Total liabilities and fund balances	<u>\$ 4,141,757</u>	<u>\$ 7,077,386</u>	<u>\$ 5,072,519</u>	<u>\$ 13,209,602</u>

**Schedule of Revenues, Expenditures and
Changes in Current Fund Balances
For the Year Ended June 30, 2012**

Beginning current fund balances	\$ 3,792,492	\$ 5,580,548	\$ 4,187,950	\$ 10,564,848
Revenues	2,989,552	12,406,652	7,034,649	23,639,836
Expenditures	(2,723,418)	(12,280,769)	(7,462,638)	(23,233,984)
Transfers	(150,128)	(74,391)	(11,182)	451,659
Ending current fund balances	<u>\$ 3,908,498</u>	<u>\$ 5,632,040</u>	<u>\$ 3,748,779</u>	<u>\$ 11,422,359</u>

Other Entities
Condensed Financial Information (Continued)
Schedule of Revenues, Expenditures and Changes
in Plant Fund Balances
For the Year Ended June 30, 2012

	Continuing Education Contract Courses	Continuing Education and Public Service	Sales and Services of Educational Activities	Student Programs and Services
Beginning plant fund balances	\$ 49,451	\$ 193,460	\$ 102,445	\$ 291,390
Revenues	-	51,586	9,088	48,535
Expenditures	(13,986)	(120,648)	(28,224)	(87,485)
Ending plant fund balances	<u>\$ 35,465</u>	<u>\$ 124,398</u>	<u>\$ 83,309</u>	<u>\$ 252,440</u>

**Auxiliary Business Operations, Service Departments,
and Indirect Cost Support
Condensed Financial Information
June 30, 2012**

Balance Sheet	Auxiliary Business Operations	Service Departments	Indirect Cost Support
Assets			
Current fund:			
Cash and cash equivalents	\$ 1,904,564	\$ 17,329,841	\$ 3,297,194
Accounts receivable	67,000	269,253	-
Inventories	7,127	750,550	-
Other assets	-	34,080	-
Total current fund	<u>1,978,691</u>	<u>18,383,724</u>	<u>3,297,194</u>
Plant fund:			
Plant fund assets	130,646	4,145,562	617,178
Total Assets	<u>\$ 2,109,337</u>	<u>\$ 22,529,286</u>	<u>\$ 3,914,372</u>
Liabilities			
Accounts payable and accrued expenses	\$ 449,605	\$ 9,884,138	\$ 547,242
Deferred income	204,065	-	-
Total liabilities	<u>653,670</u>	<u>9,884,138</u>	<u>547,242</u>
Fund balances			
Current fund	1,325,021	8,499,586	2,749,952
Plant fund	130,646	4,145,562	617,178
Total fund balances	<u>1,455,667</u>	<u>12,645,148</u>	<u>3,367,130</u>
Total liabilities and fund balances	<u>\$ 2,109,337</u>	<u>\$ 22,529,286</u>	<u>\$ 3,914,372</u>

**Schedule of Revenues, Expenditures and
Changes in Current Fund Balances
For the Year Ended June 30, 2012**

Beginning current fund balances	\$ 1,822,251	\$ 9,676,172	\$ 2,496,110
Revenues	9,060,051	42,381,857	6,071,414
Expenditures	(9,101,022)	(43,559,898)	(6,007,873)
Transfers	(456,259)	1,455	190,301
Ending current fund balances	<u>\$ 1,325,021</u>	<u>\$ 8,499,586</u>	<u>\$ 2,749,952</u>

**Auxiliary Business Operations, Service Departments,
and Indirect Cost Support
Condensed Financial Information (Continued)
Schedule of Revenues, Expenditures and Changes
in Plant Fund Balances
For the Year Ended June 30, 2012**

	Auxiliary Business Operations	Service Departments	Indirect Cost Support
Beginning plant fund balances	\$ 107,358	\$ 4,170,054	\$ 398,096
Revenues	65,288	1,375,263	408,024
Expenditures	(42,000)	(1,399,755)	(188,942)
Ending plant fund balances	<u>\$ 130,646</u>	<u>\$ 4,145,562</u>	<u>\$ 617,178</u>

Auxiliary Enterprises - Revenue Bond Funds
Condensed Financial Information
June 30, 2012

Balance Sheet	Residence Halls	Student Services	Recreation Facilities	Parking
Assets				
Current fund:				
Cash and cash equivalents	\$ 124,797,646	\$ (14,169,415)	\$ (29,881,976)	\$ (5,622,362)
Accounts receivable	416,994	131,932	3,317	-
Inventories	549,821	1,793,985	-	-
Other assets	28,481	-	-	-
Total current fund	<u>125,792,942</u>	<u>(12,243,498)</u>	<u>(29,878,659)</u>	<u>(5,622,362)</u>
Plant fund:				
Restricted investments	94,108,090	-	-	-
Land, Buildings & Equipment	179,249,551	19,120,142	32,324,374	5,819,413
Total Assets	<u>\$ 399,150,583</u>	<u>\$ 6,876,644</u>	<u>\$ 2,445,715</u>	<u>\$ 197,051</u>
Liabilities				
Accounts payable and accrued expenses	\$ 7,115,122	\$ 574,147	\$ 116,201	\$ 1,103
Deferred income	482,982	150,811	144,738	-
Plant fund:				
Debt	335,880,318	-	-	-
Total liabilities	<u>343,478,422</u>	<u>724,958</u>	<u>260,939</u>	<u>1,103</u>
Fund balances				
Current fund	118,194,748	(12,968,456)	(30,139,598)	(5,623,466)
Plant fund	(62,522,587)	19,120,142	32,324,374	5,819,413
Total fund balances	<u>55,672,161</u>	<u>6,151,686</u>	<u>2,184,776</u>	<u>195,947</u>
Total liabilities and fund balances	<u>\$ 399,150,583</u>	<u>\$ 6,876,644</u>	<u>\$ 2,445,715</u>	<u>\$ 197,050</u>

**Schedule of Revenues, Expenditures and
Changes in Current Fund Balances
For the Year Ended June 30, 2012**

Beginning plant fund balances	\$ 105,394,526	\$ (13,866,434)	\$ (31,899,987)	\$ (5,801,105)
Revenues	58,031,070	14,526,364	5,501,269	1,996,279
Expenditures	<u>(45,230,848)</u>	<u>(13,628,386)</u>	<u>(3,740,880)</u>	<u>(1,818,640)</u>
Ending current fund balances	<u>\$ 118,194,748</u>	<u>\$ (12,968,456)</u>	<u>\$ (30,139,598)</u>	<u>\$ (5,623,466)</u>

**Auxiliary Enterprises - Revenue Bond Funds
Condensed Financial Information (Continued)
Schedule of Revenues, Expenditures and
Changes in Plant Fund Balances
For the Year Ended June 30, 2012**

	Residence Halls	Student Services	Recreation Facilities	Parking
Beginning plant fund balances	\$ (58,128,162)	\$ 19,882,864	\$ 33,506,398	\$ 5,919,140
Revenues	120,691,755	136,733	515,107	182,930
Expenditures	(125,086,180)	(899,455)	(1,697,131)	(282,657)
Ending plant fund balances	<u>\$ (62,522,587)</u>	<u>\$ 19,120,142</u>	<u>\$ 32,324,374</u>	<u>\$ 5,819,413</u>

Auxiliary Enterprises - Revenue Bond Funds
Schedule of Indentured Capital Reserves
June 30, 2012
(Unaudited)

Replacement cost of buildings	\$ 586,021,941
Replacement cost of equipment	<u>50,307,108</u>
Total replacement cost of buildings and equipment	<u>\$ 636,329,049</u>
Allowable indentured capital reserves - 5 percent of total replacement cost of buildings and equipment	\$ 31,816,452
Less actual indentured capital reserve at June 30	<u>-</u>
Margin of compliance	<u>\$ 31,816,452</u>

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

Other Entities
Calculation Sheet for Current Excess Funds
June 30, 2012
(Unaudited)

	Continuing Education Contract Courses	Continuing Education and Public Service	Sales and Services of Educational Activities	Student Programs and Services
1. Current available funds:				
Add:				
Cash	\$ 3,951,266	\$ 6,636,577	\$ 4,370,143	\$ 12,860,880
Total current available funds	A. 3,951,266	6,636,577	4,370,143	12,860,880
2. Working capital allowance:				
Add:				
Highest month's expenditures	1,145,327	4,278,126	1,462,050	10,180,107
Encumbrances and current liabilities paid in lapse period	70,894	699,080	1,009,518	699,297
Deferred income	126,900	621,868	230,913	835,506
Working capital allowance	B. 1,343,121	5,599,074	2,702,481	11,714,910
3. Current excess funds:				
Deduct B from A and Enter here.	C. 2,608,145	1,037,503	1,667,662	1,145,970
4. Calculation of income fund remittance:				
An entity may offset excess capital or current funds within the entity. Enter the amount to be offset, if any, here.	D. (2,753,072)	(1,324,069)	(1,859,952)	(1,689,258)
Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the income fund.	(144,927)	(286,566)	(192,290)	(543,288)
Excess funds offset				
Buildings	\$ 35,124,045	\$ -	\$ -	\$ -
Equipment	\$ 4,984,348	\$ 6,620,346	\$ 9,299,759	\$ 8,446,291
Maximum - 5 percent for buildings	\$ 1,756,202	\$ -	\$ -	\$ -
Maximum - 20 percent for equipment	996,870	1,324,069	1,859,952	1,689,258
Total excess funds offset	\$ 2,753,072	\$ 1,324,069	\$ 1,859,952	\$ 1,689,258

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

**State of Illinois
Northern Illinois University**

**Auxiliary Business Operations
Calculation Sheet for Current Excess Funds
June 30, 2012
(Unaudited)**

Schedule 18

1. Current available funds:

Add:

Cash and cash equivalents \$1,904,564

Total current available funds A. 1,904,564

2. Working capital allowance:

Add:

Highest month's expenditures 6,437,272

Encumbrances and current liabilities paid
in lapse period 449,605

Deferred income 204,065

Working capital allowance B. 7,090,942

3. Current excess funds:

Deduct B from A and enter here C. (5,186,378)

4. Calculation of income fund remittance:

An entity may offset excess capital or current funds within the entity. Enter the amount to be offset, if any, here. D. -

Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the Income Fund. \$(5,186,378)

State of Illinois
Northern Illinois University

Service Departments
Calculation Sheet for Current Excess Funds
June 30, 2012
(Unaudited)

Schedule 19

1. Current available funds:

Add:

Cash and cash equivalents \$ 17,329,841

Total current available funds A. 17,329,841

2. Working capital allowance:

Add:

Highest month's expenditures 14,608,991

Encumbrances and current liabilities paid
in lapse period 9,884,138

Deferred income -

Working capital allowance B. 24,493,129

3. Current excess funds:

Deduct B from A and enter here C. (7,163,288)

4. Calculation of income fund remittance:

An entity may offset excess capital or current funds within the entity. Enter the amount to be offset, if any, here. D. (9,717,785)

Enter the algebraic sum of C and D and remit the amount due, if any, for deposit in the Income Fund. \$ (16,881,073)

Auxiliary Enterprises - Revenue Bond Funds
Calculation Sheet for Current Excess Funds
June 30, 2012
(Unaudited)

	Residence Halls	Student Services	Recreation Facilities	Parking
1. Current available funds:				
Add:				
Cash	\$ 124,797,646	\$ (14,169,415)	\$ (29,881,976)	\$ (5,622,362)
Total current available funds	A. 124,797,646	(14,169,415)	(29,881,976)	(5,622,362)
2. Working capital allowance:				
Add:				
Highest month's expenditures	229,509,632	15,292,159	6,319,261	2,257,292
Encumbrances and current liabilities paid in lapse period	7,115,122	574,147	116,201	1,103
Deferred income	482,982	150,811	144,738	-
Working capital allowance	B. 237,107,736	16,017,117	6,580,200	2,258,395
3. Current excess funds:				
Deduct B from A and enter here.	C. (112,310,090)	(30,186,532)	(36,462,176)	(7,880,757)
Capital offset	D. -	-	-	-
Sum	<u>\$ (112,310,090)</u>	<u>\$ (30,186,532)</u>	<u>\$ (36,462,176)</u>	<u>\$ (7,880,757)</u>

Indirect Cost Support
Sources and Application of Indirect Cost Recoveries
For the Year Ended June 30, 2012

Balance, beginning of year	<u>\$ 2,496,110</u>
Sources	
Federal and state grants and contracts	<u>6,071,414</u>
Applications	
Research	2,425,291
Instruction	61,998
Public service	6,620
Academic support	774,541
Student services	4,097
Operation and maintenance of plant	1,318,368
Institutional support	<u>1,416,958</u>
Total applications	<u>6,007,873</u>
Transfers	<u>190,301</u>
Net increase	<u>253,842</u>
Balance, end of year	<u><u>\$ 2,749,952</u></u>

**State of Illinois
Northern Illinois University**

**Calculation Sheet for Indirect Cost
Support Carryforward
June 30, 2012**

Schedule 22

1. Cash and cash equivalents balance:	
Enter the June 30 indirect cost entity balance for cash and cash equivalents:	
Add:	
Cash and cash equivalents	\$ 3,297,194
2. Allocated reimbursements:	
Enter the total indirect cost reimbursements allocated for expenditure for the fiscal year completed: \$8,098,168. Enter 30 percent of this amount.	<u>2,429,450</u>
3. Unallocated reimbursements:	
Enter the lesser of the actual unallocated indirect cost reimbursements for the year completed OR 10 percent of total indirect cost allocations for the year completed.	<u>607,141</u>
4. Encumbrances and current liabilities paid in the lapse period:	
Enter the amount of:	
Current liabilities	\$ <u>547,242</u>
Indirect cost carryforward:	
Enter the total of Items 2, 3, and 4	<u>3,583,833</u>
Subtract from Item 1	<u>(286,639)</u>
If a positive number results, enter here and remit for deposit in the Income Fund	<u>\$ -</u>

A listing of the University's auxiliary enterprise accounting entities, their purpose, and their sources of revenue as of June 30, 2012 is provided below:

AUXILIARY ENTERPRISES

Revenue Bond Funds

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

Auxiliary Business Operations

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

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

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

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

SERVICE DEPARTMENTS

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

INDIRECT COST SUPPORT

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

OTHER ENTITIES

Continuing Education Contract Courses

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

Continuing Education and Public Service

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

Sales and Services of Educational Activities

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

Student Programs and Services

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

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

**Auxiliary Enterprises - Revenue Bonds Funds -
Schedule of Revenues, Expenses, and
Changes in Net Assets
For the Year Ended June 30, 2012**

Revenues

Food and other merchandise sales	\$ 18,644,635
Room and other rentals	37,923,109
Parking revenue	2,800,675
Student fees	16,123,336
Interest in investments	632,667
Other revenues	<u>10,115,532</u>

Total revenues 86,239,954

Expenses

Cost of food and other merchandise sales	8,673,242
Personal services	20,534,226
Student services	3,667,945
Counseling room and board	52,901
Employee meals furnished	345,431
Insurance	90,565
General and administrative	17,393,596
Repairs and other services	12,209,650
Telephone service - student rooms	466,556
Utilities	8,368,799
Depreciation	<u>5,239,713</u>

Total expenses 77,042,624

Change in net assets \$ 9,197,330

**State of Illinois
Northern Illinois University**

**Cross-Reference Table of Reporting Requirements
June 30, 2012
(Unaudited)**

In accordance with an Office of the Auditor General, July 25, 2000 memorandum entitled *Matters Regarding University Audits* (Memorandum), certain supplemental data is required to be reported by the University. The table below cross-references the Memorandum requirements (indicated by number and letter paragraph references) to the University financial statements, compliance examination; and audit reports for the year ended June 30, 2012, where such special data is found.

Reference Number from T. Loobey's Memorandum Dated July 25, 2000, <u>on University Guidelines</u>	Report and Page Number Where Information is Disclosed <u>Supplementary Information for State Compliance Purposes</u>
13a. Violation of <i>University Guidelines, 1982 as Amended</i>	N/A
13b. Sources and Application of Indirect Cost Recoveries	71
13c. Calculation Sheet for Indirect Cost Support Carryforward	72
13d. Amount of Tuition Diverted to Auxiliary Enterprise Operations	87
13e. List of Accounting Entity and Description of Sources and Purpose of Revenues	73-74
13f. Financial Statements for Each Accounting Entity	60-65
13g. Calculations of Current Excess Funds for Each Accounting Entity	67-70
13h. Support to Auxiliary Enterprise from State Appropriated Funds	87
13i. Statement of Receipts and Disbursements for Bond Indentures	75
13j. Conformity of Bond Fund Accounting to Terms of Bond Issues	66, 87
13k. List of Noninstructional Facilities Reserves	N/A
13l. List of Organizations Recognized as University Related Organizations (UROs)	88
13m. Amounts Paid by UROs to the University for Services Provided by the University	89-91
13n. Amounts Paid by the University to UROs for Services Provided by the URO	89, 91
13o. Amount of Unreimbursed Subsidies to UROs	N/A
13p. Debt Financing of UROs	84
13q. Schedule of Cash and Investments Held by the University	50-51
13r. Allocation Method on Interest from Pooled Investments	88
13s. Costs Per Full-Time Equivalent Student	N/A
13t. Acquisition of Real Estate by University or URO Greater Than \$250,000 and Not Specifically Funded	85
13u. Issuance of Certificates of Participation (COPs) or Participation in Lease or Purchase Arrangements Involving COPs	88

Other Financial Related Schedules for Universities

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**State of Illinois
Northern Illinois University**

**University Functions and Planning Program
For the Year Ended June 30, 2012
(Unaudited)**

Description of Planning System

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

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

The Vision 2020 priorities and resource allocations are as follows:

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

**State of Illinois
Northern Illinois University**

**University Functions and Planning Program (Continued)
For the Year Ended June 30, 2012
(Unaudited)**

2012 Update

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

Location, Address, and Head of the University

John G. Peters, President
Northern Illinois University
DeKalb, Illinois 60115

State of Illinois
Northern Illinois University

Comparative Employment Statistics*
June 30, 2012 and 2011
(Unaudited)

	Instructional Activities	Organized Research	Public Service	Academic Support	Student Services	Institutional Support	Operations and Maintenance Physical Plant	Independent Operations	Total All Functions
Year ended June 30, 2012:									
Appropriated funds:									
Facility/administrative	1,292.7	35.4	31.1	131.6	94.4	91.8	10.3	-	1,687.3
Civil service	286.2	2.2	33.5	141.3	53.2	180.5	220.4	-	917.3
Student employees	53.3	0.2	0.3	23.4	13.7	3.9	6.3	-	101.1
Miscellaneous contracts	18.9	-	0.6	5.7	8.4	6.6	10.3	-	50.5
	<u>1,651.1</u>	<u>37.8</u>	<u>65.5</u>	<u>302.0</u>	<u>169.7</u>	<u>282.8</u>	<u>247.3</u>	<u>-</u>	<u>2,756.2</u>
Nonappropriated funds:									
Facility/administrative	67.2	122.8	141.9	32.0	110.2	23.3	1.4	56.1	554.9
Civil service	9.7	7.0	25.5	18.2	70.6	42.2	58.7	307.6	539.5
Student employees	30.3	21.9	18.8	6.4	122.9	12.6	1.5	204.6	419.0
Miscellaneous contracts	5.8	23.8	21.8	6.3	7.5	5.8	1.3	55.9	128.2
	<u>113.0</u>	<u>175.5</u>	<u>208.0</u>	<u>62.9</u>	<u>311.2</u>	<u>83.9</u>	<u>62.9</u>	<u>624.2</u>	<u>1,641.6</u>
Total All Funds	<u>1,764.1</u>	<u>213.3</u>	<u>273.5</u>	<u>364.9</u>	<u>480.9</u>	<u>366.7</u>	<u>310.2</u>	<u>624.2</u>	<u>4,397.8</u>
Year ended June 30, 2011:									
Appropriated funds:									
Facility/administrative	1,305.8	36.6	31.7	130.5	85.8	82.0	11.9	-	1,684.3
Civil service	300.4	2.9	32.0	154.6	49.3	178.5	211.5	-	929.2
Student employees	50.0	0.1	0.3	24.4	14.1	4.0	6.3	-	99.2
Miscellaneous contracts	20.1	-	0.2	5.1	4.3	3.9	11.3	-	44.9
	<u>1,676.3</u>	<u>39.6</u>	<u>64.2</u>	<u>314.6</u>	<u>153.5</u>	<u>268.4</u>	<u>241.0</u>	<u>-</u>	<u>2,757.6</u>
Nonappropriated funds:									
Facility/administrative	70.9	132.0	140.9	34.2	105.9	18.2	3.2	54.4	559.7
Civil service	9.3	8.2	26.3	21.3	72.6	43.3	47.5	300.9	529.4
Student employees	30.5	23.8	27.4	7.2	116.4	11.5	0.2	197.7	414.7
Miscellaneous contracts	7.9	34.3	24.4	4.8	7.1	4.9	1.9	57.8	143.1
	<u>118.6</u>	<u>198.3</u>	<u>219.0</u>	<u>67.5</u>	<u>302.0</u>	<u>77.9</u>	<u>52.8</u>	<u>610.8</u>	<u>1,646.9</u>
Total All Funds	<u>1,794.9</u>	<u>237.9</u>	<u>283.2</u>	<u>382.1</u>	<u>455.5</u>	<u>346.3</u>	<u>293.8</u>	<u>610.8</u>	<u>4,404.5</u>

*Provided by the Office of Budget and Planning.

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

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

**State of Illinois
Northern Illinois University**

**Emergency Purchases
For the Year Ended June 30, 2012
(Unaudited)**

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

Traveler International – Actual Cost: \$103,729

The services were engaged for purchase of international airfare for members of the University Executive MBA program. International travel is mandatory for students in this program and the cost is included in their fees. This purchase was required due to a situation in which items available on the spot market or at discounted prices were available for a limited time, such that sound business judgment mandated an immediate purchase. Volatile pricing of airfare and limited seating available made this necessary.

Nitelite Promotions – Estimated Cost: \$78,000

This emergency purchase was required due to situations in which the opportunity to obtain entertainment performance was available for a limited time and could cause a loss in services as the events are advertised and tickets sold well in advance of the event.

Air Planning LLC – Actual Cost: \$150,834

The services of Air Planning LLC were engaged for charter service to transport members of the University football team to the GoDaddy.com Bowl in Mobile, Alabama. There was insufficient time to reserve an aircraft and bid this purchase from the time the University was invited to participate in the bowl game.

CPTA – Estimated Cost: \$85,000

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

Marriott Mobile – Actual Cost: \$145,412

The services of Marriott Mobile have been engaged for lodging, meeting rooms and catering for the participation of the University football team in the GoDaddy.com Bowl in Mobile, AL on January 8, 2012. There was insufficient time to bid this purchase from the time Northern IL University was invited to participate in the bowl game.

IMEX Restoration – Estimated Cost: \$225,000

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

Pepper Construction – Estimated Cost: \$249,000

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

**State of Illinois
Northern Illinois University**

**Emergency Purchases (Continued)
For the Year Ended June 30, 2012
(Unaudited)**

Blackboard – Estimated Cost: \$240,000

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

Otto Baum Co. – Estimated Cost: \$99,465

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

**State of Illinois
Northern Illinois University**

**Comparative Enrollment Statistics*
June 30, 2012
(Unaudited)**

	Semesters					
	Summer 2011	Fall 2011	Spring 2012	Summer 2010	Fall 2010	Spring 2011
On-Campus:						
Undergraduate	2,257	15,181	13,670	2,331	15,796	14,312
Graduate	1,643	2,393	2,302	1,697	2,433	2,342
Professional	53	400	383	53	409	384
Subtotal	<u>3,953</u>	<u>17,974</u>	<u>16,355</u>	<u>4,081</u>	<u>18,638</u>	<u>17,038</u>
Off-Campus:						
Undergraduate	282	298	265	272	274	255
Graduate	1,272	758	753	1,458	767	799
Subtotal	<u>1,554</u>	<u>1,056</u>	<u>1,018</u>	<u>1,730</u>	<u>1,041</u>	<u>1,054</u>
Total	<u><u>5,507</u></u>	<u><u>19,030</u></u>	<u><u>17,373</u></u>	<u><u>5,811</u></u>	<u><u>19,679</u></u>	<u><u>18,092</u></u>

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

Fall and Spring semesters:

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

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

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

Summer sessions:

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

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

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

State of Illinois
Northern Illinois University

Schedule of Tuition and Fee Waivers
For the Year Ended June 30, 2012
(in Thousands)

(Unaudited)

	Tuition Waivers			Fee Waivers		
	Undergraduate	Graduate	Total	Undergraduate	Graduate	Total
Mandatory waivers:						
Teacher/special education	\$ 383.3	\$ 123.3	\$ 506.6	\$ 132.8	\$ 33.1	\$ 165.9
General Assembly	353.0	-	353.0	2.6	-	2.6
ROTC	271.1	14.1	285.2	2.8	0.1	2.9
DCFS	123.3	-	123.3	24.6	-	24.6
Children of employees	640.6	-	640.6	-	-	-
Senior citizens	12.6	-	12.6	-	-	-
Veterans grants and scholarships	1,347.7	296.7	1,644.4	467.7	69.6	537.3
Discretionary waivers:						
Faculty/administrative	17.9	458.8	476.7	7.5	140.5	148.0
Civil service	141.5	204.2	345.7	51.7	66.8	118.5
Academic/other talent	2,122.9	2,781.3	4,904.2	-	1.2	1.2
Athletic	1,288.3	4.8	1,293.1	-	-	-
Gender equity in intercollegiate athletics	1,524.6	-	1,524.6	-	-	-
Foreign students	-	5.8	5.8	-	-	-
Cooperating professionals	-	207.1	207.1	-	-	-
Graduate assistants	20.4	1,293.1	1,313.5	-	-	-
Interinstitutional/related agencies	-	13,312.4	13,312.4	-	-	-
Retired University employees	8.8	32.4	41.2	-	-	-
Children of deceased employees	5.1	12.1	17.2	1.8	4.0	5.8
Student need - financial aid	7.0	-	7.0	1.1	-	1.1
Student need - special programs	538.6	-	538.6	-	-	-
Other assistants	-	53.9	53.9	-	-	-
Fellowships	22.2	-	22.2	-	-	-
Contract/training grants	-	317.1	317.1	-	-	-
	-	2,335.7	2,335.7	-	-	-
Total	\$ 8,828.9	\$ 21,452.8	\$ 30,281.7	\$ 692.6	\$ 315.3	1,007.9

**State of Illinois
Northern Illinois University**

**Debt Financed by University-Related Organization
For the Year Ended June 30, 2012
(Unaudited)**

The Northern Illinois University Foundation has also issued bonds in connection with the construction of the Jeffrey and Kimberly Yordon Center. At June 30, 2012, the amount of outstanding bonds was \$2,695,920. The bonds were issued at an effective interest rate of 4.66 percent and are due in August 2016. A ten-year operating lease with the University secures these bonds.

**State of Illinois
Northern Illinois University**

**Acquisition of Real Estate Costing in Excess of
\$250,000 and Not Funded by a Separate Appropriation
For the Year Ended June 30, 2012
(Unaudited)**

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

**State of Illinois
Northern Illinois University**

**Bookstore Operations
For the Year Ended June 30, 2012
(Unaudited)**

Contracted/rents to students/University operated	University operated
Contractor	N/A
Contract term	N/A
Amount of gross sales for Bookstore in FY 12	\$4,661,000
Amount (if any) to be paid to Bookstore for FY 12 by University	N/A
Commissions	N/A
Commission terms	N/A
Given exclusive rights	No
Competition/"other" nearby/on-campus bookstores	Yes

**State of Illinois
Northern Illinois University**

**Comments on Certain Matters Regarding Auxiliary
Enterprises, Activities, and Accounting Entities,
and Tuition, Charges, and Fees
June 30, 2012
(Unaudited)**

AUXILIARY ENTERPRISES, ACTIVITIES, AND ACCOUNTING ENTITIES

1. All employer contributions, except for certain restricted federal funds, to the University retirement system are made from the General Revenue Fund appropriation to the State Universities Retirement System for this purpose. Accordingly, the portion of the retirement contribution attributable to employees in auxiliary enterprise operations is paid from appropriated funds and amounted to approximately \$6,727,000 and \$5,237,000 for the years ended June 30, 2012 and June 30, 2011, respectively.
2. The University's governing board has established no non-instructional facilities (development) reserves.

TUITION, CHARGES, AND FEES

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

BOND COVENANTS

There were no violations of revenue bond covenants noted during the audit of Northern Illinois University for the year ended June 30, 2012.

**State of Illinois
Northern Illinois University**

**Comments on Certain Matters Regarding
University-Related Organizations
and Other Matters
June 30, 2012
(Unaudited)**

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

Comment on Other Topics

1. Income from investments of pooled funds is allocated and credited monthly to the original sources of the funds based on their respective cash balances.
2. In August 1993, the University issued \$8,485,000 of Certificates of Participation to refinance an educational center occupied by Northern Illinois University in Hoffman Estates, Illinois, payable through installments commencing in 1994, for a period of twenty-three years. Balance at June 30, 2012 was \$3,320,000.

**State of Illinois
Northern Illinois University**

**Summary of Foundation Payments
To/From the University
For the Year Ended June 30, 2012
(Unaudited)**

During fiscal year 2012, the University engaged the Foundation, under contract, to provide fundraising services. As provided in the contract agreement, the University paid \$612,000 for fundraising services. Additionally, the University provided services to the Foundation valued at \$612,000. As required by the contract, the Foundation fully repaid the University for the services provided, using funds considered unrestricted for purpose of the University Guidelines computations.

Presented below is a summary of all funds that the Foundation gave to the University during fiscal year 2012:

Funds considered unrestricted for purposes of the Guidelines computations:

Totally unrestricted - administrative services	\$ 764,496
Restricted only as to campus, college, or department and generally available for ongoing University operations:	
Support for University programs and departments	4,812,329
Administrative and office expense	42,662
Provided for library books, equipment and property and improvements	<u>685,287</u>

Total funds considered unrestricted	<u>6,304,774</u>
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Funds considered restricted for purposes of the Guidelines computations:

Provided for scholarships and awards	1,114,542
Provided for library books, equipment, and property and improvements	727,045
Other restricted funds provided to the University	
Restricted fund	997,435
Endowment fund	<u>226,863</u>

Total funds considered restricted	<u>3,065,885</u>
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Total funds provided to the University by the Foundation	<u><u>\$ 9,370,659</u></u>
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**State of Illinois
Northern Illinois University**

**Summary of Alumni Association Payments
To/From the University
For the Year Ended June 30, 2012
(Unaudited)**

In accordance with a memorandum of understanding between the University and the Alumni Association with regard to funding staffing costs in the alumni relations area, the Alumni Association contributed \$58,393 during 2012. There were no amounts paid by the University to the Alumni Association.

Presented below is a summary of all funds that the Association gave to the University during fiscal year 2012:

Funds considered unrestricted for purposes of the Guidelines computations:

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

Support for University programs and departments \$ 499,791

Total funds considered unrestricted 499,791

Funds considered restricted for purposes of the Guidelines computations:

Endowment fund 22,850

Total funds considered restricted 22,850

Total funds provided to the University by the Association \$ 522,641

**State of Illinois
Northern Illinois University**

**Summary of Research Foundation Payments
To/From University
For the Year Ended June 30, 2012
(Unaudited)**

During fiscal year 2012, the University engaged the Research Foundation, under contract, to provide services to aid the University in its economic development, public service/research and educational missions, valued at \$185,000.

Presented below is a summary of all funds that the Research Foundation gave to the University during fiscal year 2012:

Funds considered unrestricted for purposes of the
Guidelines computations:

Total unrestricted - administrative services	<u>\$ 185,000</u>
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**State of Illinois
Northern Illinois University**

**Current Unrestricted Funds - Auxiliary Enterprises -
Revenue Bond Funds - Occupancy Report
of Residence Halls
For the Fiscal Year 2012
(Unaudited)**

	Design Capacity	Fall Semester Occupancy	Spring Semester Occupancy	Average Occupancy	Room and Board Rate
Neptune Complex	1,117	925	862	894	\$ 10,132
Lincoln Hall	966	796	724	760	\$ 10,132
Douglas Hall	1,000	859	779	819	\$ 10,132
Grant Towers	1,789	742	637	690	\$ 10,132
Stevenson Towers	1,280	1,133	1,043	1,088	\$ 11,206
Total Residence Halls	6,152	4,455	4,045	4,251	

Based on 9 month occupancy.

**State of Illinois
Northern Illinois University**

**Current Unrestricted Funds - Auxiliary Enterprises -
Revenue Bond Funds - Insured Value Summary
For the Year Ended June 30, 2012
(Unaudited)**

	Insured Value		
	Building	Contents	Business Interruption
Barsema Alumni & Visitors Center	\$ 7,600,000	\$ 454,000	\$ -
Black Studies	622,000	-	-
Campus Life Building	8,731,000	1,514,000	-
Central Stores	12,378,000	1,965,000	-
Child Care Center	2,948,000	243,000	-
Convocation Center	34,690,000	5,993,000	-
Douglas Hall	34,414,000	1,858,000	-
Evans Field House	11,752,000	1,079,000	-
Grant Complex	93,580,000	2,508,000	-
Holmes Student Center	55,425,000	5,017,000	-
Huskie Stadium:			
Stadium	27,837,000	1,241,000	-
Field turf	500,000	-	-
Latino Center	800,000	138,000	-
Lincoln Hall	34,414,000	1,858,000	-
Lincoln Highway Multi-purpose Property	1,523,000	-	-
Neptune Complex	31,867,000	2,331,000	-
Parking services:			
Office	169,000	200,000	-
Parking structure	10,267,000	-	-
Stevenson Complex	87,136,000	7,930,000	-
Student Recreation Center	13,578,000	854,000	-
University Apartments	-	-	-
University Resources for Women	386,000	-	-
Business interruption	-	-	169,075,000
Total	\$ 470,617,000	\$ 35,183,000	\$ 169,075,000

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