

SINGLE AUDIT REPORTING PACKAGE
University of Arkansas for Medical Sciences
Year Ended June 30, 2006

University of Arkansas for Medical Sciences

Single Audit Reporting Package

Year Ended June 30, 2006

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

The Board of Trustees
The University of Arkansas

We have audited the financial statements of the University of Arkansas for Medical Sciences (UAMS) as of and for the year ended June 30, 2006, and have issued our report thereon dated October 6, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

Compliance and Other Matters

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

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

October 6, 2006

Report on Compliance with Requirements Applicable to Each Major
Program and on Internal Control Over Compliance
in Accordance With OMB Circular A-133 and
on the Schedule of Expenditures of Federal Awards

The Board of Trustees
The University of Arkansas

Compliance

We have audited the compliance of the University of Arkansas for Medical Sciences (UAMS) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2006. UAMS' 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 UAMS' management. Our responsibility is to express an opinion on UAMS' compliance based on our audit.

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

In our opinion, UAMS complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2006.

Internal Control Over Compliance

The management of UAMS is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered UAMS' 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 the internal control over compliance in accordance with OMB Circular A-133.

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

Schedule of Expenditures of Federal Awards

We have audited the financial statements of UAMS as of and for the year ended June 30, 2006, and have issued our report thereon dated October 6, 2006. Our audit was performed for the purpose of forming an opinion on the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

This report is intended solely for the information and use of the Board of Trustees, management, 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.

October 6, 2006

University of Arkansas for Medical Sciences

Schedule of Findings and Questioned Costs
for the Year Ended June 30, 2006

Part I – Summary of Auditor’s Results

Financial Statements Section

Type of auditor’s report issued (unqualified, qualified, adverse, or disclaimer):

Unqualified

Internal control over financial reporting:

Material weakness(es) identified?

 Yes X **No**

Reportable condition(s) identified that are not considered to be material weaknesses?

 Yes X **None reported**

Noncompliance material to financial statements noted?

 Yes X **No**

Federal Awards Section

Internal control over major programs:

Material weakness(es) identified?

 Yes X **No**

Reportable condition(s) identified that are not considered to be material weaknesses?

 Yes X **None reported**

Type of auditor’s report issued on compliance for major programs (unqualified, qualified, adverse, or disclaimer):

Unqualified

Any audit findings disclosed that are required to be reported in accordance with section .510(a) of OMB Circular A-133?

 Yes X **No**

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
Various	Research and Development Cluster
93.107	Model State-Supported Area Health Education Centers

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 3,000,000

Auditee qualified as low-risk auditee?

 Yes X **No**

University of Arkansas for Medical Sciences

Schedule of Findings and Questioned Costs
for the Year Ended June 30, 2006 (continued)

Part II—Financial Statement Findings Section

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

None.

Part III—Federal Award Findings and Questioned Costs Section

This section identifies the audit findings required to be reported by Circular A-133 section .510(a) (for example, reportable conditions, material weaknesses, and material instances of noncompliance, including questioned costs), as well as any abuse findings involving federal awards that are material to a major program. Where practical, findings should be organized by federal agency or pass-through entity.

None.

University of Arkansas for Medical Sciences

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Expenditures	Payments to Subrecipients
Major Programs			
Research and Development Cluster			
<u>U.S. Department of Agriculture</u>			
Agricultural Research Basic and Applied Research	10.001	\$ 189,375	\$ —
Grants for Agricultural Research, Special Research Grants – Passed through University of Arkansas at Fayetteville	10.200	16,073	—
Initiative for Future Agriculture and Food Systems	10.302	149,180	113,371
Total for U.S. Department of Agriculture		\$ 354,628	\$ 113,371
<u>U.S. Department of Defense</u>			
Department of Defense Contract	12.000	\$ 59,495	\$ —
Aquatic Plant Control – Passed through University of Arkansas at Fayetteville	12.100	42,480	—
Basic and Applied Scientific Research – Passed through University of Illinois	12.300	37,019	—
Military Medical Research and Development	12.420	254,822	—
Military Medical Research and Development – Passed through New York University	12.420	14,562	—
Total for U.S. Department of Defense		\$ 408,378	\$ —

University of Arkansas for Medical Sciences

Schedule of Expenditures of Federal Awards (continued)

Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Expenditures	Payments to Subrecipients
<u>U.S. Department of Justice</u>			
Juvenile Accountability Incentive Block Grants – Passed through Arkansas Department of Health and Human Services	16.523	\$ 25,287	\$ –
National Institute of Justice Research, Evaluation, and Development Project Grants – Passed through University of Missouri	16.560	18,060	–
Total for U.S. Department of Justice		\$ 43,347	\$ –
<u>National Aeronautics and Space Administration</u>			
National Aeronautics and Space Administration – Passed through Baylor College of Medicine	43.000	\$ 32,649	\$ –
National Aeronautics and Space Administration – Passed through University of Arkansas at Little Rock	43.000	13,141	–
Aerospace Education Services Program – Passed through University of Arkansas at Little Rock	43.001	1,371	–
Technology Transfer	43.002	21,188	–
Total for National Aeronautics and Space Administration		\$ 68,349	\$ –
<u>National Science Foundation</u>			
Engineering Grants	47.041	\$ (242)	\$ –
Biological Sciences	47.074	335,613	34,575
Biological Sciences – Passed through Johns Hopkins University	47.074	1,663	–
Total for National Science Foundation		\$ 337,034	\$ 34,575

University of Arkansas for Medical Sciences

Schedule of Expenditures of Federal Awards (continued)

Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Expenditures	Payments to Subrecipients
<u>U.S. Department of Health and Human Services</u>			
DHHS Contract	93.000	\$ 25,356	\$ —
DHHS Contract – Passed through American College of Radiology	93.000	15,000	—
DHHS Contract – Passed through Federal Resource Network, Inc.	93.000	308,158	134,058
DHHS Contract – Passed through Case Western Reserve University	93.000	351,192	—
DHHS Contract – Passed through Cleveland Clinic Foundation	93.000	93,497	—
DHHS Contract – Passed through Houston Academy of Medicine – Texas Medical Center	93.000	9,121	—
DHHS Contract – Passed through Psychiatric Assessment Systems	93.000	51,615	—
DHHS Contract – Passed through Tulane University	93.000	25,992	—
DHHS Contract – Passed through University of Alabama at Birmingham	93.000	62,470	—
DHHS Contract – Passed through University of Michigan	93.000	(151)	—
Maternal and Child Health Federal Consolidated Programs	93.110	344,682	—
Biological Response to Environmental Health Hazards	93.113	235,643	—
Biological Response to Environmental Health Hazards – Passed through University of Pittsburgh	93.113	107,080	—
Applied Toxicological Research and Testing	93.114	255,335	—
Research Related to Deafness and Communication Disorders	93.173	197,719	—
Research Related to Deafness and Communication Disorders – Passed through University of Illinois	93.173	387	—
Research on Healthcare Costs, Quality and Outcomes	93.226	7,269	—
Mental Health Research Grants	93.242	544,068	—
Mental Health Research Grants – Passed through University of Washington	93.242	25,467	—

University of Arkansas for Medical Sciences

Schedule of Expenditures of Federal Awards (continued)

Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Expenditures	Payments to Subrecipients
Substance Abuse and Mental Health Services – Projects of Regional and National Significance – Passed through Arkansas Department of Health and Human Services	93.243	\$ 347,598	\$ –
Substance Abuse and Mental Health Services – Projects of Regional and National Significance – Passed through University of Alabama at Birmingham	93.243	5,202	–
Poison Control Stabilization and Enhancement Grants	93.253	186,485	–
Alcohol Research Programs	93.273	574,594	–
Alcohol Research Programs – Passed through University of Alabama at Birmingham	93.273	6,140	–
Alcohol Research Programs – Passed through University of Miami	93.273	30,592	–
Drug Abuse and Addiction Research Programs	93.279	6,526,552	1,316,557
Drug Abuse and Addiction Research Programs – Passed through Yale University	93.279	286,332	–
Drug Abuse and Addiction Research Programs – Passed through Inflexion Therapeutics	93.279	149,859	–
Mental Health Research Career/Scientist Development Awards	93.281	183,095	–
Centers for Disease Control and Prevention – Investigations and Technical Assistance	93.283	309,779	–
Centers for Disease Control and Prevention – Investigations and Technical Assistance – Passed through University of Alabama at Birmingham	93.283	192	–
Discovery and Applied Research for Technological Innovations to Improve Human Health	93.286	799,732	108,414
Nursing Research	93.361	1,545,165	57,701
National Center for Research Resources	93.389	7,813,264	2,941,770
National Center for Research Resources – Passed through University of Arkansas at Fayetteville	93.389	356,439	–

University of Arkansas for Medical Sciences

Schedule of Expenditures of Federal Awards (continued)

Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Expenditures	Payments to Subrecipients
Cancer Cause and Prevention Research	93.393	\$ 502,436	\$ —
Cancer Cause and Prevention Research – Passed through University of California at San Francisco	93.393	3,820	—
Cancer Detection and Diagnosis Research	93.394	94,775	1,975
Cancer Treatment Research	93.395	4,856,328	—
Cancer Treatment Research – Passed through DCV Technologies	93.395	17,925	—
Cancer Treatment Research – Passed through National Childhood Cancer Foundation	93.395	27,192	—
Cancer Treatment Research – Passed through National Surgical Adjuvant Breast & Bowel Program	93.395	98,843	—
Cancer Treatment Research – Passed through Southwest Oncology Group	93.395	41,302	—
Cancer Treatment Research – Passed through University of Pennsylvania	93.395	210,602	—
Cancer Biology Research	93.396	1,339,556	—
Cancer Biology Research – Passed through Tulane University	93.396	(2,006)	—
Cancer Research Manpower	93.398	133,735	—
Cancer Control	93.399	123,339	—
Cancer Control – Passed through University of California at San Francisco	93.399	7,758	—
Temporary Assistance for Needy Families – Passed through Arkansas Department of Health and Human Services	93.558	742,421	—
University Centers for Excellence in Developmental Disabilities Education, Research, and Service	93.632	486,964	—
Medical Assistance Program – Passed through Children’s Medical Services	93.778	8,915	—
Heart and Vascular Diseases Research	93.837	834,674	16,500
Heart and Vascular Diseases Research – Passed through CW Optics, Inc.	93.837	(137)	—

University of Arkansas for Medical Sciences

Schedule of Expenditures of Federal Awards (continued)

Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Expenditures	Payments to Subrecipients
Heart and Vascular Diseases Research – Passed through University of Texas Medical Branch at Galveston	93.837	\$ 29,122	\$ –
Lung Diseases Research	93.838	604,545	88,643
Blood Diseases and Resources Research	93.839	546,749	–
Blood Diseases and Resources Research – Passed through University of Iowa	93.839	17,607	–
Arthritis, Musculoskeletal and Skin Diseases Research	93.846	1,434,695	–
Diabetes, Endocrinology and Metabolism Research	93.847	1,655,919	38,000
Diabetes, Endocrinology and Metabolism Research – Passed through University of Chicago	93.847	17,771	–
Digestive Diseases and Nutrition Research	93.848	610,245	–
Digestive Diseases and Nutrition Research – Passed through University of Vermont	93.848	261,279	–
Kidney Diseases, Urology and Hematology Research	93.849	1,509,880	15,746
Kidney Diseases, Urology and Hematology Research – Passed through University of California at San Francisco	93.849	25,467	–
Kidney Diseases, Urology and Hematology Research – Passed through Wake Forest University	93.849	32,752	–
Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853	4,025,031	297,001
Extramural Research Programs in the Neurosciences and Neurological Disorders – Passed through University of Alabama at Birmingham	93.853	20,594	–
Extramural Research Programs in the Neurosciences and Neurological Disorders – Passed through Washington University	93.853	6,259	–

University of Arkansas for Medical Sciences

Schedule of Expenditures of Federal Awards (continued)

Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Expenditures	Payments to Subrecipients
Allergy, Immunology and Transplantation Research	93.855	\$ 1,332,041	\$ 118,380
Allergy, Immunology and Transplantation Research – Passed through Duke Clinical Research	93.855	37,622	–
Allergy, Immunology and Transplantation Research – Passed through Xenoept, Inc.	93.855	31,980	–
Microbiology and Infectious Diseases Research	93.856	2,586,809	553,255
Microbiology and Infectious Diseases Research – Passed through University of Maryland	93.856	87,326	–
Microbiology and Infectious Diseases Research – Passed through University of Medicine and Dentistry of New Jersey	93.856	45,989	–
Biomedical Research and Research Training	93.859	984,732	16,887
Biomedical Research and Research Training – Passed through University of Arkansas at Pine Bluff	93.859	1,117	–
Biomedical Research and Research Training – Passed through the Mayo Clinic	93.859	14,381	–
Child Health and Human Development Extramural Research	93.865	998,731	–
Child Health and Human Development Extramural Research – Passed through University of Alabama at Birmingham	93.865	27,675	–
Aging Research	93.866	7,306,863	567,442
Aging Research – Passed through Beth Israel Deaconess Medical Center	93.866	43,916	–
Aging Research – Passed through University of Washington	93.866	40,894	–
Aging Research – Passed through RTI, International	93.866	14,709	–
Aging Research – Passed through Duke Clinical Research	93.866	134,098	–
Vision Research	93.867	975,874	–

University of Arkansas for Medical Sciences

Schedule of Expenditures of Federal Awards (continued)

Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Expenditures	Payments to Subrecipients
Medical Library Assistance	93.879	\$ 41,521	\$ -
Grants for Residency Training in General Internal Medicine and/or General Pediatrics	93.884	242,303	-
Health Care and Other Facilities	93.887	277,916	-
Resource and Manpower Development in the Environmental Health Sciences	93.894	187,640	-
Block Grants for Prevention and Treatment of Substance Abuse – Passed through Arkansas Department of Health and Human Services	93.959	366,128	-
International Research and Research Training	93.989	271	-
Bioterrorism Training and Curriculum Development Program	93.996	650,015	84,981
Total for U.S. Department of Health and Human Services		\$ 58,537,828	\$ 6,357,310
Total Research and Development Cluster		\$ 59,749,564	\$ 6,505,256
Other Major Programs			
<u>U.S. Department of Health and Human Services</u>			
Model State-Supported Area Health Education Centers	93.107	\$ 511,987	\$ -
Total for U.S. Department of Health and Human Services		\$ 511,987	\$ -
Total Major Programs		\$ 60,261,551	\$ 6,505,256

University of Arkansas for Medical Sciences

Schedule of Expenditures of Federal Awards (continued)

Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Expenditures	Payments to Subrecipients
Non-Major Programs			
Student Financial Assistance Cluster			
<u>U.S. Department of Education</u>			
Federal Supplemental Educational Opportunity Grants	84.007	\$ 50,000	\$ —
Federal Family Education Loans	84.032	24,968,939	—
Federal Work-Study Program	84.033	19,201	—
Federal Perkins Loan Program – Federal Capital Contributions	84.038	2,627,720	—
Federal Pell Grant Program	84.063	797,673	—
Fund for the Improvement of Postsecondary Education	84.116	128,498	—
Total for U.S. Department of Education		\$ 28,592,031	\$ —
<u>U.S. Department of Health and Human Services</u>			
Health Professions Student Loans, Including Primary Care Loans/Loans for Disadvantaged Students	93.342	\$ 4,371,265	\$ —
Nursing Student Loans	93.364	232,216	—
Scholarships for Health Professions Students from Disadvantaged Backgrounds	93.925	73,161	—
Total for U.S. Department of Health and Human Services		\$ 4,676,642	\$ —
Total Student Financial Assistance Cluster		\$ 33,268,673	\$ —

University of Arkansas for Medical Sciences

Schedule of Expenditures of Federal Awards (continued)

Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Expenditures	Payments to Subrecipients
<u>U.S. Department of Agriculture</u>			
Child and Adult Care Food Program – Passed through Arkansas Department of Health and Human Services	10.558	\$ 584,410	\$ –
Total for U.S. Department of Agriculture		\$ 584,410	\$ –
<u>U.S. Department of Commerce</u>			
Special American Business Internship Training Program	11.114	\$ 11,473	\$ –
Total for U.S. Department of Commerce		\$ 11,473	\$ –
<u>U.S. Department of Defense</u>			
Collaborative Research and Development	12.114	\$ 33,491	\$ –
Total for U.S. Department of Defense		\$ 33,491	\$ –
<u>U.S. Department of Housing and Urban Development</u>			
Emergency Shelter Grants Program – Passed through Arkansas Department of Health and Human Services	14.231	\$ 14,000	\$ –
Total for U.S. Department of Housing and Urban Development		\$ 14,000	\$ –

University of Arkansas for Medical Sciences

Schedule of Expenditures of Federal Awards (continued)

Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Expenditures	Payments to Subrecipients
<u>U.S. Department of Justice</u>			
Sex Offender Management Discretionary Grant	16.203	\$ 51,447	\$ 2,856
Education and Training to End Violence Against and Abuse of Women with Disabilities	16.529	31,928	4,655
Rural Domestic Violence and Child Victimization Enforcement Grant Program	16.589	6,125	-
Total for U.S. Department of Justice		\$ 89,500	\$ 7,511
<u>U.S. Department of Labor</u>			
Employment and Training Administration Pilots, Demonstrations, and Research Projects – Passed through Little Rock Workforce Investment Board	17.261	\$ 149,517	\$ -
Total for U.S. Department of Labor		\$ 149,517	\$ -
<u>U.S. Department of Transportation</u>			
Safety Incentive Grants for Use of Seatbelts – Passed through Arkansas Highway and Transportation Department	20.604	\$ 178,813	\$ -
Total for U.S. Department of Transportation		\$ 178,813	\$ -
<u>Environmental Protection Agency</u>			
EPA Contract	66.000	\$ 10,000	\$ -
Environmental Protection – Consolidated Research	66.500	(8,525)	-
Total for Environmental Protection Agency		\$ 1,475	\$ -

University of Arkansas for Medical Sciences

Schedule of Expenditures of Federal Awards (continued)

Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Expenditures	Payments to Subrecipients
<u>U.S. Department of Education</u>			
Vocational Education – Basic Grants to States – Passed through University of Southern Arkansas	84.048	\$ 8,696	\$ –
Fund for the Improvement of Postsecondary Education	84.116	1,046,618	652,841
Fund for the Improvement of Postsecondary Education – Passed through the University of Arkansas System – Clinton School	84.116	22,425	–
Safe and Drug-Free Schools and Communities – State Grants – Passed through Russellville School District	84.186	72,146	7,241
Parental Assistance Centers – Passed through Jones Center for Families	84.310	322,973	–
Demonstration Projects to Ensure Students with Disabilities Receive a Higher Education – Passed through University of Arkansas at Little Rock	84.333	10,682	–
Total for U.S. Department of Education		\$ 1,483,540	\$ 660,082

University of Arkansas for Medical Sciences

Schedule of Expenditures of Federal Awards (continued)

Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Expenditures	Payments to Subrecipients
<u>U.S. Department of Health and Human Services</u>			
DHHS Contract	93.000	\$ 6,166	\$ —
DHHS Contract – Passed through Arkansas Department of Health and Human Services	93.000	368,279	4,050
DHHS Contract – Passed through Decision Point, Inc.	93.000	35,524	—
DHHS Contract – Passed through Ogilvy Public Relations	93.000	310	—
DHHS Contract – Passed through University of Kentucky	93.000	106,358	—
DHHS Contract – Passed through Western Interstate Commission for Higher Education	93.000	60,986	18,867
Maternal and Child Health Federal Consolidated Programs	93.110	449,939	62,574
Biological Response to Environmental Health Hazards	93.113	21,246	—
Nursing Workforce Diversity	93.178	239,558	—
Disabilities Prevention	93.184	296,185	—
Health Education and Training Centers	93.189	358,623	18,011
Quentin N. Burdick Programs for Rural Interdisciplinary Training	93.192	246,954	8,294
Telehealth Network Grants	93.211	192,921	—
Family Planning – Services – Passed through Arkansas Department of Health and Human Services	93.217	25,807	—
Policy Research and Evaluation Grants – Passed through Arkansas Department of Health and Human Services	93.239	23,470	—
Mental Health Research Grants – Passed through Arkansas Department of Health and Human Services	93.242	538	—

University of Arkansas for Medical Sciences

Schedule of Expenditures of Federal Awards (continued)

Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Expenditures	Payments to Subrecipients
Substance Abuse and Mental Health Services – Projects of Regional and National Significance	93.243	\$ 243,850	\$ –
Advanced Education Nursing Grant Program	93.247	204,720	–
Healthy Communities Access Program	93.252	31,427	–
State Planning Grants Health Care Access for the Uninsured – Passed through Arkansas Department of Health and Human Services	93.256	520,367	94,775
Occupational Safety and Health Program – Passed through University of Texas Health Center at Tyler	93.262	22,467	–
Drug Abuse and Addiction Research Programs	93.279	51,588	–
Mental Health National Research Service Awards for Research Training	93.282	91,302	–
Centers for Disease Control and Prevention – Investigations and Technical Assistance – Passed through Arkansas Department of Health and Human Services	93.283	27,599	–
Advanced Education Nursing Traineeships	93.358	54,276	–
Nurse Education, Practice and Retention Grants	93.359	76,280	–
Nursing Research	93.361	171,870	4,768
National Center for Research Resources	93.389	182,011	512
Cancer Cause and Prevention Research	93.393	692,266	117,088
Cancer Research Manpower	93.398	141,329	–
Cancer Control – Passed through St. Louis University	93.399	16,014	–
Child Care and Development Block Grant – Passed through Arkansas Department of Health and Human Services	93.575	287,576	26,060

University of Arkansas for Medical Sciences

Schedule of Expenditures of Federal Awards (continued)

Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Expenditures	Payments to Subrecipients
Child Care Mandatory and Matching Funds of the Child Care and Development Fund – Passed through Arkansas Department of Health and Human Services	93.596	\$ 98,797	\$ –
Head Start	93.600	6,471,498	76,208
University Centers for Excellence in Developmental Disabilities Education, Research, and Service	93.632	32,572	–
Children’s Justice Grants to States	93.643	275,627	–
Social Services Block Grant – Passed through Arkansas Department of Health and Human Services	93.667	39,962	–
Family Violence Prevention and Services/Grants for Battered Women’s Shelters – Grants to States and Indian Tribes – Passed through Arkansas Department of Health and Human Services	93.671	450,489	304,719
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations – Passed through Arkansas Department of Health and Human Services	93.779	36,645	–
Health Careers Opportunity Program	93.822	237,783	–
Microbiology and Infectious Diseases Research	93.856	31,814	–
Child Health and Human Development Extramural Research	93.865	39,903	4,051
Aging Research	93.866	39,202	–
Aging Research – Passed through University of Texas – Dallas	93.866	25,481	–
Aging Research – Passed through Courtesy Associates	93.866	12,311	–
Medical Library Assistance	93.879	6,085	–
Grants for Training in Primary Care Medicine and Dentistry	93.884	177,571	–
Rural Health Services Outreach and Rural Health Network Development Program – Passed through Mid Delta Community Consortium	93.912	91,216	–

University of Arkansas for Medical Sciences

Schedule of Expenditures of Federal Awards (continued)

Year Ended June 30, 2006

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Expenditures	Payments to Subrecipients
Block Grants for Prevention and Treatment of Substance Abuse – Passed through Arkansas Department of Health and Human Services	93.959	\$ 336,604	\$ –
Geriatric Education Centers	93.969	404,469	145,245
Family Planning – Service Delivery Improvement Research Grants – Passed through University of Alabama Birmingham	93.974	45,259	–
Cooperative Agreements for State-Based Diabetes Control Programs and Evaluation for our Surveillance System – Passed through Friends of Congressional Glaucoma Caucus	93.988	300	–
Bioterrorism Training and Curriculum Development Program	93.996	52,854	–
Total for U.S. Department of Health and Human Services		\$ 14,154,248	\$ 885,222
<u>U.S. Department of Homeland Security</u>			
Homeland Security Contract – passed through Arkansas Department of Health and Human Services	97.000	\$ 39,114	\$ –
Total for U.S. Department of Homeland Security		\$ 39,114	\$ –
Total Non-Major Programs		\$ 50,008,254	\$ 1,552,815
Total All Programs		\$ 110,269,805	\$ 8,058,071

See accompanying notes.

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Notes to Schedule of Expenditures of Federal Awards
for the Year Ended June 30, 2006

1. Basis of Accounting

The Schedule of Expenditures of Federal Awards is prepared on the accrual basis of accounting. Expenditures are recognized as they are incurred, except for multi-year services, which are recognized fully in the year paid.

2. Loans and Loan Guarantees

Federal awards expended under the following loan programs were determined based on the value of new loans made during the year, plus the balance of loans from previous years, for which the federal government imposes continuing compliance requirements, plus any interest subsidies, cash, or administrative cost allowance received.

	CFDA Number	Amount
Federal Perkins Loan Program	84.038	\$ 2,627,720
Health Professions Student Loans	93.342	4,371,265
Nursing Student Loans	93.364	232,216
Federal Family Education Loan Program:		
College of Medicine	84.032	15,101,050
Other colleges	84.032*	9,867,889
		\$ 32,200,140

*Represents loans approved. Actual loan disbursements are not monitored by UAMS.

**3. Units of Service for CFDA 10.558 – Child and Adult Care Food Program
(Unaudited)**

As provided by the Head Start Program Office, the units of service (meals served) for the year ended June 30, 2006, are as follows:

	Units of Service
Breakfasts Served	129,028
Lunches Served	143,120
Snacks Served	146,524
Total Units of Service	418,672

University of Arkansas for Medical Sciences

Notes to Schedule of Expenditures of Federal Awards
for the Year Ended June 30, 2006 (continued)

4. Medicaid Funding (Unaudited)

Gross Medicaid charges by department for the year ended June 30, 2006, are as follows:

	<u>Amount</u>
Faculty Group Practice	\$ 91,660,397
Arkansas Children's Hospital outpatients	13,989,267
Area Health Education Centers	10,785,730
The University Hospital of Arkansas	<u>167,987,121</u>
Total charges	<u>\$ 284,422,515</u>