
**UNIVERSITY AND COMMUNITY COLLEGE
SYSTEM OF NEVADA**

SINGLE AUDIT REPORT

FOR THE YEAR ENDED JUNE 30, 2001



University of Nevada, Reno
Community College of Southern Nevada

University of Nevada, Las Vegas
Great Basin College

Desert Research Institute
Truckee Meadows Community College

System Administration
Western Nevada Community College

BOARD OF REGENTS

Thalia M. Dondero, Chair Las Vegas
Mark Alden..... Las Vegas
Jill DerbyGardnerville
Dorothy S. Gallagher.....Elko
Douglas Roman Hill..... Sparks
Linda Howard..... North Las Vegas
Thomas E. Kirkpatrick Las Vegas
Howard Rosenberg Reno
Douglas Seastrand..... North Las Vegas
Steve Sisolak Las Vegas
Tom Wiesner..... Las Vegas

ADMINISTRATION

Jane A. Nichols, Ed.D...... Chancellor
University and Community College System of Nevada

John Lilley, D.M.A...... President
University of Nevada, Reno

Carol C. Harter, Ph.D...... President
University of Nevada, Las Vegas

Carol A. Lucey, Ph.D. President
Western Nevada Community College

Richard L. Moore, Ph.D...... President
Nevada State College at Henderson

Carl Diekhans, B.S...... Interim President
Great Basin College

Rita Huneycutt, Ed.D...... Interim President
Truckee Meadows Community College

Ronald K. Remington, Ph.D...... President
Community College of Southern Nevada

Stephen G. Wells, Ph.D. President
Desert Research Institute

The University and Community College System of Nevada does not discriminate on the basis of sex, race, color, religion, handicap, or national origin in the educational programs or activities which it operates.

**UNIVERSITY & COMMUNITY COLLEGE SYSTEM OF NEVADA
SINGLE AUDIT REPORT**

**FOR THE YEAR ENDED JUNE 30, 2001
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**UNIVERSITY & COMMUNITY COLLEGE SYSTEM OF NEVADA
SINGLE AUDIT REPORT
FOR THE YEAR ENDED JUNE 30, 2001**

INTRODUCTION

BACKGROUND

The University and Community College System of Nevada (UCCSN) is a state-supported, land grant institution established by the Nevada State Constitution of 1864. It began instruction in 1874. UCCSN is fully accredited by the Northwest Association of Schools and Colleges. Eight separate institutions comprise the UCCSN and include:

- University of Nevada, Reno (UNR)
- University of Nevada, Las Vegas (UNLV)
- Desert Research Institute (DRI)
- Truckee Meadows Community College (TMCC)
- Community College of Southern Nevada (CCSN)
- Western Nevada Community College (WNCC)
- Great Basin College (GBC)

There are seven controllers' offices within the UCCSN located in Reno, Carson City, Elko and Las Vegas.

The controllers' offices are responsible for the financial management of research grants. The Office of Contracts and Grants within the respective controllers' offices are responsible for the maintenance of financial records and compliance with terms and conditions of the grants that are generally applicable. Compliance with terms and conditions applicable to certain grants and other agreements is the specific responsibility of the relevant principal investigator.

In addition to the controllers' offices, one business center (Business Center North (BCN) in Reno) and purchasing offices at UNLV and CCSN provide the purchasing and property management functions for the UCCSN institutions.

The major units of UNR include the College of Agriculture, College of Arts and Science, College of Business Administration, College of Education, College of Engineering, College of Human and Community Services, School of Journalism, School of Medicine, School of Mines, School of Nursing and the Graduate School. UNR offers major fields of study leading to baccalaureate and advanced degrees through the academic departments in the various schools and colleges.

UNLV offers major fields of study in different academic departments leading to baccalaureate and advanced degrees through academic departments in the following colleges and schools: Arts and Letters, Business and Economics, Education, Hotel Administration, Science, Mathematics and Engineering and the Graduate College.

Research activities are conducted primarily at UNR, UNLV and DRI. UCCSN has been awarded research grants by various Federal agencies. The primary agencies from which these funds were received during the year ended June 30, 2001 were:

Department of Agriculture (USDA)

Department of Commerce (Commerce)

Department of Defense (Defense)

Department of Education (Education)

Department of Energy (Energy)

Department of Health and Human Services (HHS)

Department of Interior (Interior)

National Aeronautics and Space Administration (NASA)

National Science Foundation (NSF)

Department of Labor (DOL)

Department of Transportation

Environmental Protection Agency (EPA)

In addition, student financial aid funds were received under the Federal campus-based and Pell programs.

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University and Community College System of Nevada Financial Statements



June 30, 2001

BOARD OF REGENTS

Thalia M. Dondero, Chair	Las Vegas
Mark Alden	Las Vegas
Jill Derby	Gardnerville
Dorothy S. Gallagher	Elko
Douglas Roman Hill	Sparks
Linda Howard	North Las Vegas
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Howard Rosenberg	Reno
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Steve Sisolak	Las Vegas
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Rita Huneycutt, Ed.D.	Interim President Truckee Meadows Community College
Ronald K. Remington, Ph.D.	President Community College of Southern Nevada
Stephen G. Wells, Ph.D.	President Desert Research Institute













**University and Community College System of Nevada
Financial Statements and Report of Independent Accountants
For the Year Ended June 30, 2001**

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UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA

COMBINED SOURCES AND USES OF FUNDS FOR THE YEAR ENDED JUNE 30, 2001

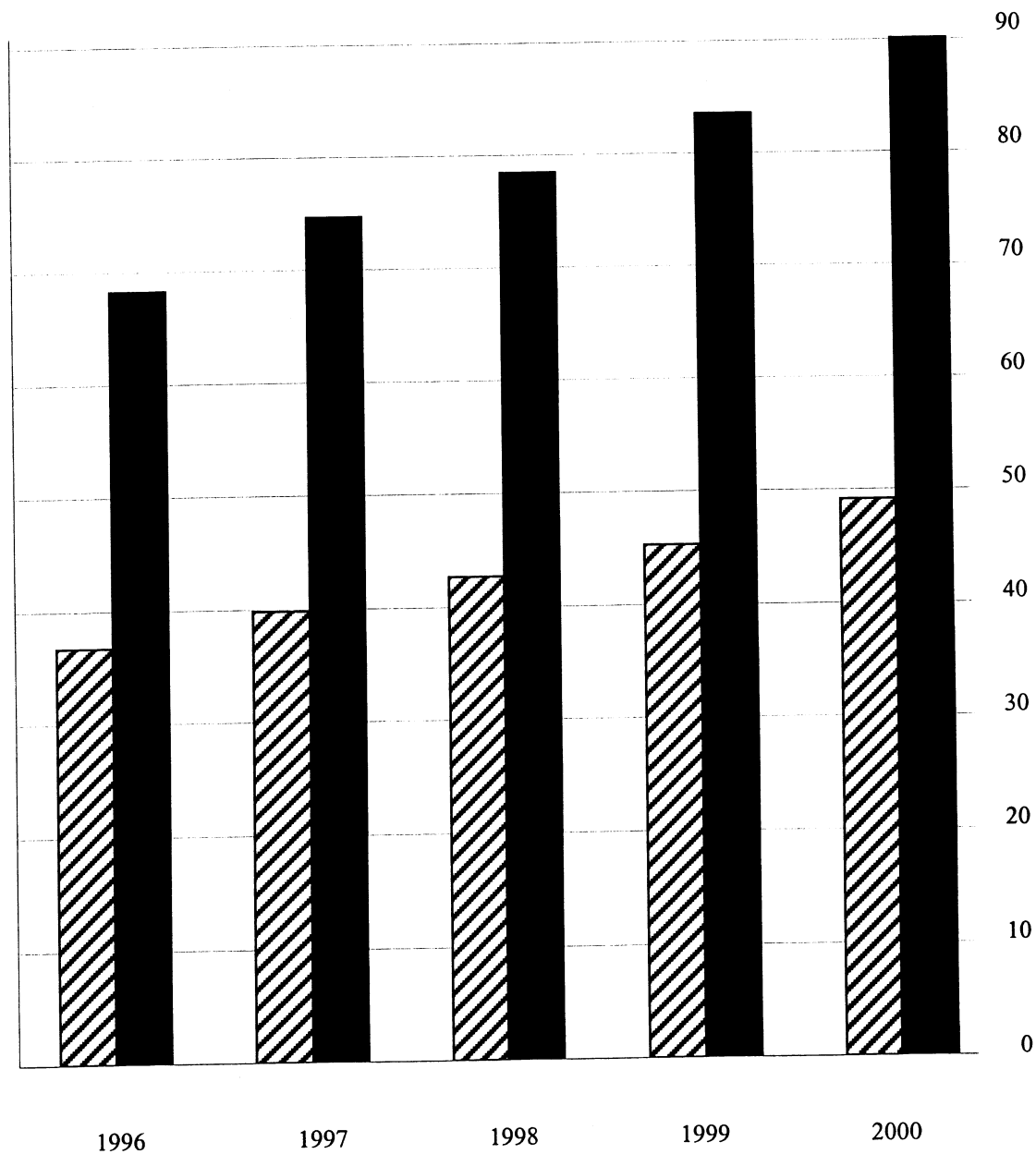
SOURCES			
40.2%		State Appropriations	\$318,617,000
17.6%		Tuition & Fees	139,029,000
16.4%		Federal Grants & Contracts	129,646,000
7.4%		Auxiliary Enterprises	58,296,000
6.7%		Sales & Services of Educational Departments	53,487,000
4.7%		Private Gifts, Grants & Contracts	37,709,000
3.0%		State Grants & Contracts	23,492,000
1.8%		Local Grants & Contracts	14,152,000
0.7%		Investment Income	5,400,000
0.6%		Other Sources	4,927,000
0.6%		Endowment Income	4,578,000
0.3%		Net Increase in Fair Value of Investments	<u>2,286,000</u>
			<u>\$791,619,000</u>

Note: The Combined Sources and Uses of Funds statement presents financial data for current restricted funds, current unrestricted funds and auxiliary enterprises funds.

USES

35.2%		Instruction	\$278,679,000
11.6%		Institutional Support	91,685,000
11.4%		Research	90,120,000
8.6%		Academic Support	68,121,000
8.2%		Student Services	64,585,000
7.1%		Operation and Maintenance of Plant	56,270,000
6.6%		Public Service	52,289,000
6.6%		Auxiliary Services	52,256,000
5.4%		Scholarships & Fellowships	43,101,000
1.7%		Transfers & Other Deductions	13,796,000
(2.4)%		Net Decrease in Fund Balances	<u>(19,283,000)</u>
			<u><u>\$791,619,000</u></u>

Total Fall Enrollment
thousands of students



Total Student Enrollment by Full Time Equivalent -
One FTE student equals 15 undergraduate student
credits or 8 graduate student credits.



Total State-Supported Student Enrollment by Headcount

2000 Fall Enrollment

	Headcount	FTE
UNR	13,149	10,469
UNLV	22,342	15,931
CCSN	32,639	14,399
TMCC	10,878	5,032
WNCC	5,682	2,037
GBC	<u>3,251</u>	<u>1,322</u>
	<u>87,941</u>	<u>49,190</u>

REPORT OF INDEPENDENT ACCOUNTANTS

To the Board of Regents of the
University and Community College System of Nevada

In our opinion, the accompanying the balance sheet and the related statements of changes in fund balances and of current operating funds revenues, expenditures, and other changes present fairly, in all material respects, the financial position of the University and Community College System of Nevada (the "System") at June 30, 2001, and the changes in its fund balances and its current operating funds revenues, expenditures and other changes for the year then ended, in conformity with accounting principles generally accepted in the United States of America. These financial statements are the responsibility of the System's management; our responsibility is to express an opinion on these financial statements based on our audit. The prior year comparative totals have been derived from the System's June 30, 2000 financial statements; and in our report dated September 22, 2000, we expressed an unqualified opinion on those statements. We conducted our audit of these statements 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, which require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 28, 2001 on our consideration of the System's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects, in relation to the basic financial statements taken as a whole.

Princeton Lane Capital LLP

September 28, 2001

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA

BALANCE SHEET

JUNE 30, 2001

WITH COMPARATIVE TOTALS FOR 2000

CURRENT OPERATING FUNDS				
	General Operating			Total
	Unrestricted	Restricted	Auxiliary Enterprises	Current Operating
Assets				
Cash and cash equivalents	\$ 26,871,000	\$ 2,060,000	\$ 4,376,000	\$ 33,307,000
Cash held by State Treasurer	-	-	-	-
Investments	77,953,000	4,322,000	13,864,000	96,139,000
Accounts and notes receivable, less allowance of \$2,324,000	6,599,000	14,542,000	1,910,000	23,051,000
Receivable from U.S. Government	-	26,862,000	-	26,862,000
Receivable from State of Nevada	1,507,000	2,098,000	-	3,605,000
Loans receivable, less allowance of \$649,000	-	-	-	-
Inventories	2,970,000	-	1,760,000	4,730,000
Deferred expenditures and deposits	2,313,000	5,000	1,000	2,319,000
Due from other funds	20,337,000	-	-	20,337,000
Property, buildings and equipment, less accumulated depreciation of \$455,847,000	-	-	-	-
Total	<u>\$138,550,000</u>	<u>\$49,889,000</u>	<u>\$21,911,000</u>	<u>\$210,350,000</u>
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 10,522,000	\$ 5,840,000	\$ 2,136,000	\$ 18,498,000
Accrued payroll and related liabilities	12,209,000	1,810,000	438,000	14,457,000
Compensated absences	23,504,000	12,000	1,148,000	24,664,000
Deferred revenue	16,873,000	-	3,690,000	20,563,000
Due to State of Nevada	4,000	-	-	4,000
Due to other funds	-	19,389,000	2,004,000	21,393,000
Long-term debt	-	-	-	-
Obligations under capital leases	-	-	-	-
Accrued interest	-	-	-	-
Unemployment insurance and state industrial insurance	4,256,000	28,000	112,000	4,396,000
Funds held in trust for others	-	-	-	-
Fund balances	<u>71,182,000</u>	<u>22,810,000</u>	<u>12,383,000</u>	<u>106,375,000</u>
Total	<u>\$138,550,000</u>	<u>\$49,889,000</u>	<u>\$21,911,000</u>	<u>\$210,350,000</u>
Fund Balances Consist of:				
Restricted:				
State appropriations subject to reversion	\$ -	\$ -	\$ -	\$ -
U.S. Government grants refundable	-	-	-	-
Unexpended plant	-	-	-	-
Retirement of indebtedness	-	-	-	-
Investment in plant	-	-	-	-
Endowments	-	-	-	-
Living trusts	-	-	-	-
General	-	22,810,000	-	22,810,000
Designated:				
Funds functioning as endowment	-	-	-	-
Outstanding purchase orders	4,706,000	-	-	4,706,000
Unrestricted	<u>66,476,000</u>	-	<u>12,383,000</u>	<u>78,859,000</u>
Total	<u>\$ 71,182,000</u>	<u>\$22,810,000</u>	<u>\$12,383,000</u>	<u>\$106,375,000</u>

The accompanying notes are an integral part of these financial statements.

NON-OPERATING FUNDS
TOTALS (MEMORANDUM ONLY)

Student Loan	Endowment	Combined Plant	Agency	2001	2000
\$ 196,000	\$ 27,000	\$ 18,494,000	\$1,145,000	\$ 53,169,000	\$ 128,989,000
-	-	59,507,000	-	59,507,000	34,926,000
840,000	271,149,000	31,657,000	4,131,000	403,916,000	353,553,000
123,000	7,000	13,000	82,000	23,276,000	18,586,000
-	-	-	-	26,862,000	17,036,000
-	828,000	-	-	4,433,000	59,019,000
9,871,000	-	-	-	9,871,000	9,947,000
-	-	-	-	4,730,000	4,879,000
-	-	1,149,000	-	3,468,000	3,913,000
-	106,000	1,568,000	-	22,011,000	12,696,000
-	-	932,876,000	-	932,876,000	870,762,000
<u>\$11,030,000</u>	<u>\$272,117,000</u>	<u>\$1,045,264,000</u>	<u>\$5,358,000</u>	<u>\$1,544,119,000</u>	<u>\$1,514,306,000</u>
\$ 4,000	\$ 26,000	\$ 5,852,000	\$ 128,000	\$ 24,508,000	\$ 24,360,000
-	-	-	128,000	14,585,000	10,020,000
-	-	-	-	24,664,000	23,105,000
-	-	11,000	-	20,574,000	18,360,000
-	-	-	-	4,000	53,000
323,000	-	-	295,000	22,011,000	12,696,000
-	-	121,914,000	-	121,914,000	99,296,000
-	-	33,064,000	-	33,064,000	33,091,000
-	-	5,467,000	-	5,467,000	2,363,000
-	-	-	-	4,396,000	4,476,000
-	-	-	4,807,000	4,807,000	4,909,000
<u>10,703,000</u>	<u>272,091,000</u>	<u>878,956,000</u>	<u>-</u>	<u>1,268,125,000</u>	<u>1,281,577,000</u>
<u>\$11,030,000</u>	<u>\$272,117,000</u>	<u>\$1,045,264,000</u>	<u>\$5,358,000</u>	<u>\$1,544,119,000</u>	<u>\$1,514,306,000</u>
\$ 337,000	\$ -	\$ -	\$ -	\$ 337,000	\$ 351,000
7,358,000	-	-	-	7,358,000	7,409,000
-	-	94,560,000	-	94,560,000	143,795,000
-	-	2,705,000	-	2,705,000	2,394,000
-	-	781,691,000	-	781,691,000	740,388,000
-	251,922,000	-	-	251,922,000	238,349,000
-	5,545,000	-	-	5,545,000	4,934,000
3,008,000	-	-	-	25,818,000	24,145,000
-	14,624,000	-	-	14,624,000	15,360,000
-	-	-	-	4,706,000	3,451,000
-	-	-	-	78,859,000	101,001,000
<u>\$10,703,000</u>	<u>\$272,091,000</u>	<u>\$ 878,956,000</u>	<u>\$ -</u>	<u>\$1,268,125,000</u>	<u>\$1,281,577,000</u>

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA

STATEMENT OF CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 2001

	CURRENT OPERATING FUNDS			
	General Operating		Auxiliary Enterprises	Total Current Operating
	Unrestricted	Restricted		
Revenues and Other Additions				
Current fund revenues	\$545,878,000	\$210,044,000	\$61,196,000	\$817,118,000
State appropriations – restricted	-	-	-	-
Federal grants and contracts – restricted	-	-	-	-
Private gifts, grants and contracts - restricted	-	-	-	-
Endowment income – restricted	-	-	-	-
Investment income – restricted	-	-	-	-
Interest on loans receivable	-	-	-	-
Student fees	-	-	-	-
Retirement of indebtedness	-	-	-	-
Net increase (decrease) in fair value of investments	-	-	-	-
Expended for plant facilities, including \$24,589,000 charged to current funds' expenditures	-	-	-	-
Proceeds from issuances of long-term debt	-	-	-	-
Other sources	-	-	-	-
Total Revenues and Other Additions	<u>545,878,000</u>	<u>210,044,000</u>	<u>61,196,000</u>	<u>817,118,000</u>
Expenditures and Other Deductions				
Educational and general expenditures	560,305,000	184,545,000	-	744,850,000
Auxiliary enterprise expenditures	-	-	52,256,000	52,256,000
Indirect costs recovered	-	22,716,000	-	22,716,000
Loan administration and collection costs	-	-	-	-
Loan cancellations, write-offs and provision for bad debts	-	-	-	-
Expended for plant facilities, including noncapitalized expenditures of \$6,672,000	-	-	-	-
Retirement of indebtedness	-	-	-	-
Interest on indebtedness	-	-	-	-
Disposal of plant assets	-	-	-	-
State appropriations refunded	397,000	-	-	397,000
Proceeds from issuances of long-term debt	-	-	-	-
Distributions of estate taxes	-	-	-	-
Other deductions	-	-	-	-
Depreciation	-	-	-	-
Obligations under capital leases	-	-	-	-
Total Expenditures and Other Deductions	<u>560,702,000</u>	<u>207,261,000</u>	<u>52,256,000</u>	<u>820,219,000</u>
Transfers Among Funds – Additions (Deductions)				
Mandatory transfers:				
Principal and interest	(2,557,000)	(171,000)	(4,730,000)	(7,458,000)
Student loan matching	(13,000)	-	-	(13,000)
Net transfers (voluntary)	<u>(2,431,000)</u>	<u>(1,008,000)</u>	<u>(5,272,000)</u>	<u>(8,711,000)</u>
Total Transfers	<u>(5,001,000)</u>	<u>(1,179,000)</u>	<u>(10,002,000)</u>	<u>(16,182,000)</u>
Net increase (decrease) for the year	(19,825,000)	1,604,000	(1,062,000)	(19,283,000)
Fund Balances, July 1, 2000	<u>91,007,000</u>	<u>21,206,000</u>	<u>13,445,000</u>	<u>125,658,000</u>
Fund Balances, June 30, 2001	<u>\$ 71,182,000</u>	<u>\$ 22,810,000</u>	<u>\$12,383,000</u>	<u>\$106,375,000</u>

The accompanying notes are an integral part of these financial statements.

NON-OPERATING FUNDS

PLANT

Student Loan	Endowment	Unexpended Plant	Retirement of Indebtedness	Investment In Plant	Combined Plant	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 817,118,000
-	19,986,000	-	-	-	-	19,986,000
86,000	-	-	-	192,000	192,000	278,000
-	2,261,000	6,812,000	-	2,788,000	9,600,000	11,861,000
-	3,859,000	-	-	-	-	3,859,000
94,000	1,150,000	1,705,000	150,000	-	1,855,000	3,099,000
182,000	-	-	-	-	-	182,000
-	-	7,880,000	-	-	7,880,000	7,880,000
-	-	-	-	18,299,000	18,299,000	18,299,000
-	(14,204,000)	-	-	-	-	(14,204,000)
-	-	-	-	110,051,000	110,051,000	110,051,000
-	-	39,916,000	-	-	39,916,000	39,916,000
127,000	-	200,000	-	-	200,000	327,000
<u>489,000</u>	<u>13,052,000</u>	<u>56,513,000</u>	<u>150,000</u>	<u>131,330,000</u>	<u>187,993,000</u>	<u>1,018,652,000</u>
-	-	-	-	-	-	744,850,000
-	-	-	-	-	-	52,256,000
-	-	-	-	-	-	22,716,000
53,000	-	-	-	-	-	53,000
356,000	-	-	-	-	-	356,000
-	-	91,192,000	-	-	91,192,000	91,192,000
-	-	-	18,299,000	-	18,299,000	18,299,000
-	-	-	7,976,000	-	7,976,000	7,976,000
-	-	-	-	2,749,000	2,749,000	2,749,000
-	-	1,000	-	-	1,000	398,000
-	-	-	-	39,916,000	39,916,000	39,916,000
-	290,000	-	-	-	-	290,000
-	-	1,009,000	-	93,000	1,102,000	1,102,000
-	-	-	-	49,009,000	49,009,000	49,009,000
-	-	-	-	942,000	942,000	942,000
<u>409,000</u>	<u>290,000</u>	<u>92,202,000</u>	<u>26,275,000</u>	<u>92,709,000</u>	<u>211,186,000</u>	<u>1,032,104,000</u>
-	-	(11,721,000)	19,179,000	-	7,458,000	-
13,000	-	-	-	-	-	-
<u>(89,000)</u>	<u>686,000</u>	<u>(1,825,000)</u>	<u>7,257,000</u>	<u>2,682,000</u>	<u>8,114,000</u>	<u>-</u>
<u>(76,000)</u>	<u>686,000</u>	<u>(13,546,000)</u>	<u>26,436,000</u>	<u>2,682,000</u>	<u>15,572,000</u>	<u>-</u>
4,000	13,448,000	(49,235,000)	311,000	41,303,000	(7,621,000)	(13,452,000)
<u>10,699,000</u>	<u>258,643,000</u>	<u>143,795,000</u>	<u>2,394,000</u>	<u>740,388,000</u>	<u>886,577,000</u>	<u>1,281,577,000</u>
<u>\$10,703,000</u>	<u>\$ 272,091,000</u>	<u>\$ 94,560,000</u>	<u>\$ 2,705,000</u>	<u>\$781,691,000</u>	<u>\$878,956,000</u>	<u>\$1,268,125,000</u>

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA

STATEMENT OF CURRENT OPERATING FUNDS REVENUES, EXPENDITURES AND OTHER CHANGES FOR THE YEAR ENDED JUNE 30, 2001 WITH COMPARATIVE TOTALS FOR 2000

	Unrestricted	Restricted	Totals (Memorandum Only)	
			2001	2000
Revenues				
Tuition and fees	\$139,029,000	\$ -	\$139,029,000	\$124,822,000
State appropriations	318,617,000	-	318,617,000	308,313,000
Federal grants and contracts	18,368,000	111,278,000	129,646,000	114,484,000
State grants and contracts	1,231,000	22,261,000	23,492,000	16,194,000
Local grants and contracts	714,000	13,438,000	14,152,000	11,238,000
Private gifts, grants and contracts	8,540,000	29,169,000	37,709,000	38,604,000
Endowment income	288,000	4,290,000	4,578,000	4,685,000
Investment income	5,395,000	5,000	5,400,000	10,179,000
Net increase (decrease) in fair value of investments	2,286,000	-	2,286,000	(2,088,000)
Sales and services of educational departments	49,493,000	3,994,000	53,487,000	45,325,000
Sales and services of auxiliary enterprises	58,296,000	-	58,296,000	52,649,000
Other sources	<u>4,817,000</u>	<u>110,000</u>	<u>4,927,000</u>	<u>4,167,000</u>
Total Revenues	<u>607,074,000</u>	<u>184,545,000</u>	<u>791,619,000</u>	<u>728,572,000</u>
Expenditures and Mandatory Transfers				
Education and general:				
Instruction	247,283,000	31,396,000	278,679,000	269,506,000
Research	18,731,000	71,389,000	90,120,000	76,585,000
Public service	17,497,000	34,792,000	52,289,000	45,635,000
Academic support	64,579,000	3,542,000	68,121,000	64,988,000
Institutional support	89,070,000	2,615,000	91,685,000	87,521,000
Student services	51,513,000	13,072,000	64,585,000	59,054,000
Operation and maintenance of plant	56,257,000	13,000	56,270,000	50,421,000
Scholarships and fellowships	<u>15,375,000</u>	<u>27,726,000</u>	<u>43,101,000</u>	<u>32,764,000</u>
Total Educational and General Expenditures	560,305,000	184,545,000	744,850,000	686,474,000
Auxiliary Enterprises –				
Expenditures for food, housing, and other auxiliary services	52,256,000	-	52,256,000	52,232,000
Mandatory transfers:				
Principal and interest	7,287,000	171,000	7,458,000	8,870,000
Student loan matching	<u>13,000</u>	<u>-</u>	<u>13,000</u>	<u>13,000</u>
Total Expenditures and Mandatory Transfers	<u>619,861,000</u>	<u>184,716,000</u>	<u>804,577,000</u>	<u>747,589,000</u>
Other Transfers and Additions (Deductions)				
Voluntary transfers, net	(7,703,000)	(1,008,000)	(8,711,000)	(9,959,000)
State appropriations refunded	(397,000)	-	(397,000)	(281,000)
Other deductions	-	-	-	-
Endowment released from restrictions	-	-	-	55,162,000
Excess (deficiency) of restricted receipts over transfers to revenues	<u>-</u>	<u>2,783,000</u>	<u>2,783,000</u>	<u>1,808,000</u>
Total Other Transfers and Additions (Deductions)	<u>(8,100,000)</u>	<u>1,775,000</u>	<u>(6,325,000)</u>	<u>46,730,000</u>
Net Increase (Decrease) in Fund Balances	<u>\$ (20,887,000)</u>	<u>\$ 1,604,000</u>	<u>\$ (19,283,000)</u>	<u>\$ 27,713,000</u>

The accompanying notes are an integral part of these financial statements.

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2001

NOTE 1 – Summary of Significant Accounting Policies:

The financial statements present a consolidation of the financial statements of the various divisions and campuses of the University and Community College System of Nevada (the "System"), which include:

University of Nevada, Reno
University of Nevada, Las Vegas
Community College of Southern Nevada
Truckee Meadows Community College
Western Nevada Community College
Great Basin College
Desert Research Institute
University and Community College System of Nevada
Administration

The System is an agency of the State of Nevada and receives significant support from, and has significant assets held by, the State, as set forth in the accompanying financial statements. Not included in the financial statements of the System are organizations consisting of various alumni groups, fund raising foundations and athletic booster organizations. These organizations are nonprofit corporations controlled by separate Boards of Directors whose goals are to support various activities of the System. They receive funds primarily through donations and dues, and contribute funds to the various campuses for student scholarships, general academic support and program support to intercollegiate athletics. These organizations contributed a total of approximately \$23,275,000 to the System during the year ended June 30, 2001.

The accompanying financial statements present combined totals for memorandum purposes as is common for entities of this type. Principles of consolidation, including but not limited to, interfund eliminations, have not been applied to these totals.

The financial statements include certain prior-year summarized comparative information in total, but not by fund group. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the System's financial statements for the year ended June 30, 2000 from which the summarized comparative information was derived. In addition, certain reclassifications have been made to the comparative information to conform with the current year presentation.

The significant accounting policies followed by the System are described below to enhance the usefulness of the financial statements to the reader.

FUND ACCOUNTING

In order to ensure observance of limitations and restrictions placed on the use of the resources available, the System maintains its accounting records in accordance with the principles of "Fund Accounting." These principles require that resources be classified for accounting and reporting purposes into funds in

accordance with the activities or objectives specified for the resources. Accounts are separately maintained for each fund. However, in the accompanying financial statements, funds that have similar characteristics have been combined into fund groups. Accordingly, all financial transactions have been recorded and reported by fund group.

Within each fund group, fund balances restricted by outside sources are so indicated and are distinguished from unrestricted funds allocated to specific purposes by action of the System's Board of Regents. Externally restricted funds may only be utilized in accordance with the purposes established by the source of such funds and are in contrast with unrestricted funds over which the System's Board of Regents retains full control to use in achieving any of its institutional purposes.

All realized and unrealized gains and losses arising from the sale, collection, change in market value or other disposition of investments and other noncash assets are accounted for in the fund which owned such assets. Ordinary income derived from investments, receivables and the like is accounted for in the fund owning such assets, except for income derived from investments of endowment and similar funds, which income is accounted for in the fund to which it is restricted or, if unrestricted, as revenues in unrestricted current funds.

ACCRUAL BASIS OF ACCOUNTING

The financial statements have been prepared on the accrual basis, in accordance with principles outlined in the American Institute of Certified Public Accountants' Audit Guide, "Audits of Colleges and Universities," and the National Association of College and University Business Officers' publication, "College and University Business Administration: Administrative Service." The statement of current operating funds revenues, expenditures and other changes is a statement of financial activities of current operating funds related to the current reporting period. It does not purport to present the results of operations or the net income or loss for the period as would a statement of income or a statement of revenues and expenses.

PROPERTY, BUILDINGS AND EQUIPMENT

To the extent current operating funds are used to finance plant assets, the amounts so provided are accounted for as (1) expenditures, in the case of normal acquisition and/or replacement of movable equipment and library books; (2) mandatory transfers, in the case of required provisions for debt amortization and interest, and for equipment renewal and replacement; and (3) as voluntary transfers for all other cases.

Property, buildings and equipment are stated at cost at the date of acquisition or fair market value at date of donation in the case of gifts, less accumulated depreciation, computed on a straight-line basis over the following estimated useful lives:

Buildings	40 years
Land Improvements	15 years
Machinery and Equipment	3 to 18 years
Library Books	5 years

SUMMER SESSION ACTIVITIES

Revenues and expenditures resulting from summer sessions are reported within the fiscal year in which the total summer sessions program is predominantly conducted. Accordingly, only the revenues and expenditures of the 2000 summer sessions are included in the statement of current operating funds revenues, expenditures and other changes. Receipts and disbursements related to the 2001 summer sessions are reflected in the financial statements as deferred items.

GRANTS-IN-AID

Tuition and fees revenue include grants-in-aid charged to scholarships and fellowships and grants-in-aid for faculty and staff benefits charged to the appropriate expenditure programs to which the applicable personnel relate. Grants-in-aid for fiscal 2001 totaled \$5,902,000.

INVENTORIES

Inventories consist primarily of bookstore and agricultural inventories, and other items held for sale and are stated at either cost or lower of estimated cost or market. Cost is calculated primarily on the first-in, first-out method.

OUTSTANDING PURCHASE ORDERS

The revenue from state appropriations from the State of Nevada for the fiscal year includes outstanding purchase orders at year end up to the amount of appropriations authorized. The amount of these outstanding purchase orders at year end are reflected as a designated fund balance on the balance sheet. The expenditures to be incurred for these outstanding purchase orders are not reflected in the statement of current operating funds revenues, expenditures and other changes or the statement of changes in fund balances.

INTERFUND BORROWINGS

All interfund borrowings are payable within one year without interest, with the exception of loans from unexpended plant funds, which carry terms up to five years.

DESCRIPTION OF FUNDS

The current operating funds are used primarily to account for transactions which are expended in performing the primary and support objectives of the System, i.e., instruction, research, public service, academic support, student services, institutional support, operation and maintenance of plant, scholarships and fellowships and auxiliary activities.

Current operating funds consist of the following:

1. **Unrestricted Funds** are used to account for transactions related to the System's State-appropriated budget as approved by the Board of Regents of the System and for transactions related to the System's summer sessions program,

the recovery of indirect costs of sponsored research programs, and the use of unrestricted gifts and grants.

2. **Restricted Funds** are used to account for current resources expended for operating purposes but restricted by donors or other outside agencies as to the specific purpose for which they may be expended. Restricted current operating funds are reported as revenues and expenditures when expended for current operating purposes.

3. **Auxiliary Enterprise Funds** are used to account for transactions of substantially self-supporting activities that primarily perform a service to students, faculty and staff. The general public may incidentally be serviced by some auxiliary enterprises. Auxiliary enterprises include, but are not limited to, student housing, bookstores, food service and special events centers.

Non-operating funds consist of the following:

1. **Student Loan Funds** are used to account for lending activity, primarily to students, utilizing resources designated for that purpose.

2. **Endowment Funds** are subject to the restrictions of donor gift instruments requiring that the principal be invested in perpetuity and that only the income be utilized. Term endowment funds provide that upon the passage of a stated period of time or the occurrence of a particular event all or part of the principal may be expended. Funds functioning as endowment have been established from restricted and unrestricted gifts by the Board of Regents of the System for the same purpose as endowment funds. Any portion of funds functioning as endowment may be expended within the restriction, if any, of the original gift.

3. **Plant Funds** are used to account for the transactions relating to investment in System properties. They include (1) Unexpended Plant Funds, (2) Retirement of Indebtedness Funds, and (3) Investment in Plant Funds. The Unexpended Plant Fund is comprised of amounts which have been appropriated or designated for land, improvements, buildings and equipment. Retirement of Indebtedness Funds include bond sinking funds to provide for payment of principal, interest, building maintenance and equipment repair and replacement reserves, primarily pursuant to terms of bond indentures. Investment in Plant fund balance represents the excess of the accumulated cost of physical properties over related liabilities and accumulated depreciation.

4. **Agency Funds** are used to account for assets held by the various System divisions as custodian or fiscal agent for others. Consequently, the transactions of these funds do not affect the statement of changes in fund balances.

NOTE 2 – Cash and Cash Equivalents:

Cash and cash equivalents at June 30, 2001 are stated at cost, which approximates market, and consists primarily of deposits in money market funds, which are not federally insured.

NOTE 3 – Investments:

Investments are stated at fair value. Net increase (decrease) in the fair value of investments, which consists of the realized gains or losses and the unrealized appreciation (depreciation) on those investments, is shown in the Statement of Changes in Fund Balances and in the Statement of Current Operating Funds Revenues, Expenditures and Other Changes. Fair value of investments is determined from quoted market prices, quotes obtained from brokers or reference to other publicly available market information. The historical cost and carrying value (fair value) of investments at June 30, 2001 are as follows:

	<u>Cost</u>	<u>Market Value</u>
Mutual Funds	\$257,407,000	\$273,958,000
Stocks	40,198,000	46,825,000
U.S. Government bonds	1,237,000	1,264,000
Corporate bonds	1,130,000	1,144,000
Cash and cash equivalents	1,109,000	1,109,000
Other investments	<u>70,681,000</u>	<u>79,616,000</u>
	<u>\$371,762,000</u>	<u>\$403,916,000</u>

Mutual funds consist of investments in shares of mutual funds with seven separate fund managers. Investments held by the various mutual funds, in the approximate proportion of the System's ownership of such mutual funds, are summarized as follows: stocks (37%), U.S. Government bonds (31%), corporate bonds (7%), international securities (24%), and cash and equivalents (1%).

As of June 30, 2001, the System had entered into various investment agreements with private equity partnerships. Under the terms of certain of these investment agreements, the System is obligated to make additional investments in these private equity partnerships of \$23,155,000.

For purposes of applying Statement No. 3 of the Governmental Accounting Standards Board, the majority of the System's investments (other than mutual fund investments, which are not categorized) are uninsured and unregistered, with the securities held by the System's agents.

NOTE 4 – Endowment Funds:

Approximately \$246,053,000 of endowment fund investments at June 30, 2001 are pooled on a unit market value basis. The endowment pool is comprised of investments in mutual funds (68%), stocks (17%), private equity partnerships (14%) and other investments (1%). Each individual endowment fund acquires or disposes of units on the basis of the market value per unit on the preceding quarterly valuation date. The unit market value at June 30, 2001 was \$387.31.

The System utilizes a spending rule for its pooled endowments, which determines the endowment income to be distributed currently for spending. For the year ended June 30, 2001, the endowment spending policy, as approved by the Board

of Regents, authorized a distribution of 4.5% of the average market value for the previous twenty calendar quarters. Under the provisions of this spending rule, \$14.27 was distributed to each time-weighted unit for a total spending rule distribution of \$9,029,000. The distribution was made from investment income earned during the year ended June 30, 2001 of \$6,108,000 and \$2,921,000 from cumulative gains of pooled investments.

Nevada State law provides that a portion of total estate tax revenues collected by the State are appropriated for the System's permanent endowment. During the year ended June 30, 2001, the System received \$19,986,000 from such appropriations. Subject to legislative approval, and the maintenance of a minimum estate tax endowment fund balance, as defined by Nevada State law (approximately \$62 million at June 30, 2001), the System may obtain a release of the permanent endowment restriction from the State for these funds. During the year ended June 30, 2000, the Legislature approved the release of \$55,162,000 of estate tax endowment funds, of which \$28,129,000 and \$26,554,000 were released to the various campuses and divisions of the System for certain unrestricted expenditures during the years ended June 30, 2001 and 2000, respectively. The amount released was reflected as a deduction from endowment funds and an addition to unrestricted funds in the financial statements. As of June 30, 2001, the estate tax endowment fund balance was \$120,735,000.

Effective July 1, 2001, the Legislature approved the release of the permanent endowment restriction for \$75,040,000 of estate tax endowment funds for certain unrestricted expenditures during the years ending June 30, 2002 and 2003.

NOTE 5 – Loans Receivable:

Loans receivable from students bear interest primarily between 3% and 12% and are generally repayable in installments to the various campuses over a five to ten year period commencing nine months from the date of separation from the institution. A provision for possible uncollectible amounts is recorded on the basis of the various institutions' estimated future losses for such items.

NOTE 6 – Property, Buildings and Equipment:

Property, buildings and equipment at June 30, 2001 consist of the following:

Land	\$ 35,703,000
Land and leasehold improvements	63,269,000
Buildings	978,485,000
Machinery and equipment	188,428,000
Library books and media	71,760,000
Collections	<u>3,025,000</u>
Total	1,340,670,000
Less accumulated depreciation	<u>(455,847,000)</u>
	884,823,000
Construction in progress	<u>48,053,000</u>
Total	<u>\$ 932,876,000</u>

In addition to the accounts payable for construction costs shown in the Plant Fund, the estimated cost to complete property authorized or under construction at June 30, 2001 is \$77,987,000. These costs will be financed by State appropriations, available resources and/or long-term borrowings.

NOTE 7 – Long-Term Debt:

Long-term debt at June 30, 2001 consists of the following:

	Annual Interest Rate	Fiscal Year Final Payment Due	Principal
Community College Refunding Revenue Bonds, Series 1993	3.00% to 4.75%	2002	\$ 250,000
Universities Revenue Bonds, Series 1991	5.70% to 8.25%	2002	355,000
Universities Superior Lien Revenue Refunding Bonds, Series 1997	4.50% to 6.00%	2007	10,275,000
Universities Subordinate Lien Revenue Bonds, Series 1992	3.95% to 6.70%	2008	1,840,000
Universities Revenue Bonds, Series 1995	3.95% to 5.25%	2011	1,030,000
Universities Revenue Bonds, Series 1992	6.20% to 6.40%	2014	1,390,000
Universities Revenue Bonds, Series 1998	4.00% to 5.25%	2014	7,015,000
Universities Refunding Revenue Bonds, Series 1993	4.12% to 5.00%	2015	6,375,000
Community College Revenue Bonds, Series 1996	3.80% to 5.70%	2017	1,030,000
Universities Refunding Revenue Bonds, Series 1994	4.00% to 5.60%	2017	20,620,000
Universities Revenue Bonds, Series 2000	5.10% to 5.875%	2021	14,500,000
Universities Revenue Bonds, Series December 2000	5.00% to 5.375%	2021	27,385,000
Universities Revenue Bonds, Series April 2000	5.00% to 5.75%	2030	<u>14,605,000</u>
Total Bonds Payable			<u>106,670,000</u>
Notes Payable			<u>15,244,000</u>
Total			<u>\$121,914,000</u>

The revenue bonds are collateralized by tuition and fees, auxiliary enterprises revenues and certain other revenues as defined in the bond indentures.

There are a number of limitations and restrictions contained in the various bond indentures. The System is in compliance with the terms, covenants, provisions and conditions of the various bond indentures as they relate to the payment of bond interest and principal when due and maintenance of insurance coverage.

The most restrictive covenants of the various bond indentures require the various divisions and campuses of the System to maintain minimum levels of revenues, as defined in the indentures.

Scheduled maturities of long-term debt for the years ending June 30 are as follows:

2002	\$ 5,622,000
2003	6,907,000
2004	7,033,000
2005	10,290,000
2006	7,941,000
Thereafter	<u>84,121,000</u>
	<u>\$121,914,000</u>

NOTE 8 – Obligations Under Capital Leases:

The System has entered into various non-cancellable lease agreements of land, buildings and improvements, and machinery and equipment expiring at various dates from fiscal year 2001 to 2019. Annual lease payments under these capital lease agreements range from \$24,000 to \$3,000,000.

The most significant capital lease agreement is for a fire science academy in Carlin, Nevada, expiring in 2019. Under the terms of the agreement, the System is obligated to make monthly lease payments of \$250,000 over the life of the lease. The System is also obligated to maintain the facility and to pay insurance and other costs of operating the facility. At the completion of the lease term, title to the land, buildings and improvements transfers to the System. As further described in Note 11, the System has entered into a settlement agreement in relation to the litigation associated with this obligation.

The following property included in the accompanying financial statements was leased under capital leases as of June 30, 2001:

Buildings and improvements	\$30,389,000
Machinery and equipment	<u>5,714,000</u>
Total	36,103,000
Less accumulated depreciation	<u>(3,144,000)</u>
Total	<u>\$32,959,000</u>

Future net minimum rental payments, which are required under the leases for the years ending June 30, are as follows:

2002	\$ 4,355,000
2003	4,247,000
2004	4,087,000
2005	3,847,000
2006	3,474,000
Thereafter	<u>44,071,000</u>
Total minimum lease payments	64,081,000
Less amount representing interest	<u>(31,017,000)</u>
Obligations under capital leases	<u>\$33,064,000</u>

Total interest expense under the capital leases and included in the accompanying financial statements was \$2,547,000 during the year ended June 30, 2001.

NOTE 9 – Extinguishment of Debt:

At June 30, 2001, debt in the amount of \$11,995,000 is considered to be extinguished through refunding of prior issues by a portion of the current issues. Sufficient proceeds were invested in state and local government securities and placed in escrow to assure the timely payment of the maturities of prior issues. Neither the debt nor the escrowed assets are reflected on the financial statements.

NOTE 10 – Pension Plans:

Substantially all permanent employees of the System are covered by retirement plans. Classified employees are covered by the State of Nevada Public Employees Retirement System ("PERS"), a cost-sharing multiple-employer public employee retirement system. Professional employees are covered under PERS or up to four Alternative Retirement Plans.

All permanent System classified employees are mandated by State law to participate in PERS. Employees who retire with 5 or more years of service at age 65, 10 or more years of service at age 60 or with 30 years or more of service at any age are entitled to a retirement benefit, payable monthly for life, equal to 2-1/2 percent of the employee's average compensation for each year of service up to 36 years, with a maximum of 90 percent. Employees' average compensation is the average of the employee's highest compensation for 36 consecutive months. A diminished benefit is provided to all eligible employees upon early retirement, if such employees have achieved the years of service required for regular retirement. PERS also provides death and disability benefits. Benefits are established by State statute.

The authority for establishing and amending the obligation to make contributions is provided by statute. Contribution rates are also established by statute. Active employees contribute to PERS at a rate of either 10% or 0% of annual covered wages depending on the contribution option selected. The System is required to contribute to PERS at a rate of either 10% or 18.75% of annual covered wages, depending on the option selected by the employee. The System is not liable for any unfunded liabilities of PERS.

PERS issues a comprehensive annual financial report that includes financial statements and required supplementary information. The report may be obtained by writing to PERS at 693 W. Nye Lane, Carson City, NV 89703-1599

In addition to PERS, certain exempt employees have the option of participating in various retirement plans provided through the Teachers Insurance and Annuity Association and the College Retirement Equities Fund, the American Century Family of Funds, VALIC, and Fidelity Investments. Under these defined contribution plans, the System and participants make annual contributions to purchase individual, fixed or variable annuities equivalent to retirement benefits earned or to participate in a variety of mutual funds.

The System's contribution to all retirement plans for the year ended June 30, 2001 was approximately \$41,027,000, equal

to the required contribution for the year.

NOTE 11 – Contingent Liabilities:

The System is a defendant or co-defendant in legal actions. Based on present knowledge and advice of legal counsel, System management believes any ultimate liability in these matters, in excess of insurance coverage, will not materially affect the financial position, changes in fund balances or current operating funds revenues, expenditures or other changes of the System.

Fire Science Academy. In 1997, the System entered into a lease agreement (the "Lease") with All Star Investments, LLC ("All Star") related to a fire science academy (the "Fire Science Academy") to be operated by the University of Nevada, Reno ("UNR"). Pursuant to the lease agreement, All Star was required to design, build and finance a turnkey facility for UNR's use as a firefighting training facility in Carlin, Nevada. The Lease, as amended, is a \$27 million lease-purchase agreement and requires monthly payments totaling \$3 million per year (principal and interest) for 20 years commencing on March 1, 1999. UNR opened the new Fire Science Academy in March 1999.

Subsequent to initial operation of the Fire Science Academy, UNR management became aware of potential environmental threats resulting from alleged inadequate design and construction of the facilities. UNR requested that All Star correct these alleged deficiencies; however, All Star refused to do so. On July 28, 2000, UNR determined that it could no longer continue burn classes without the possibility of further environmental contamination and student exposure to health risks, and accordingly, suspended all firefighting burn classes at the Fire Science Academy until such time as All Star would take action to correct the alleged design and construction deficiencies.

Because UNR could no longer operate the Fire Science Academy for the purposes for which it was designed, the System ceased making Lease payments in August 2000. On September 5, 2000, All Star sued the System for breach of contract, and on September 6, 2000, the System sued All Star claiming, among other items, defective construction, breach of warranties, misrepresentation and constructive eviction due to All Star's defective design and construction of the Fire Science Academy.

After execution of the Lease, All Star assigned its rights under the Lease to GMAC Commercial Mortgage Corporation ("GMAC"), which had provided All Star with the permanent financing for the construction of the Fire Science Academy. GMAC subsequently assigned its rights in the Lease to another party (collectively with GMAC, the "Lender Parties"), which sued the System on October 9, 2000 for breach of contract by failing to pay rent under the Lease.

In October 2001, all parties to the above litigation reached agreements to dismiss all claims. Under the terms of the settlement agreements:

- All Star, its contractors, and the contractor's insurance company are required to deposit \$4.68 million into a trust

account for repair of the facility and for any required environmental remediation. Repair and remediation of the facility commenced in August 2001. Payments from the trust account for the repair and remediation of the facility will commence subsequent to the execution of the settlement agreements.

- All Star agreed to convey its ownership of the Fire Science Academy to UNR and to relinquish any interest it has in the Lease.
- The Lender Parties to the litigation have agreed to waive the default interest accrued, late charges and all other fees and penalties associated with the System's termination of Lease payments in August 2000.
- The System has agreed to pay the Lender Parties a total of \$29,785,000 by May 2, 2002 to acquire the fee simple title to the Fire Science Academy, to discharge the Loan and Promissory Note, and to obtain a reconveyance and/or satisfaction or discharge of the Deed of Trust and Security Instrument.

UNR intends to reopen the Fire Science Academy by May 1, 2002. Management of UNR believes that the \$4.68 million of proceeds from the settlement agreement will be sufficient to repair and remediate the Fire Science Academy.

The System's financial statements as of June 30, 2001 reflect a total of \$29 million of liabilities relating to the Fire Science Academy, including \$26.5 million included in capital lease obligations and \$2.5 million of accrued interest payable.

NOTE 12 – New Accounting Pronouncements:

Effective July 1, 2000, the System adopted Governmental Accounting Standards Board Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*, which established new criteria for recording revenue from nonexchange transactions. Statement No. 33 requires that promises of private donations and other nonexchange transactions be recognized as receivables and revenue once applicable eligibility requirements are met. The adoption of Statement No. 33 did not have a material impact on the financial position, changes in fund balances or current operating funds revenues, expenditures or other changes of the System.

The Governmental Accounting Standards Board has issued Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities*. Effective for fiscal years beginning July 1, 2001, Statement No. 35 establishes a fundamentally new financial reporting model for all public colleges and universities. The financial statements required by the new financial reporting model are the statement of net assets, the statement of revenues, expenses and changes in net assets and the statement of cash flows. Financial reporting requirements will also include Management's Discussion and Analysis of the System's financial position and results of operations. The System is currently evaluating the effect that Statement No. 35 will have on its financial statements.

**REPORT OF INDEPENDENT ACCOUNTANTS ON COMPLIANCE AND ON
INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT
AUDITING STANDARDS***

To the Board of Regents of the
University and Community College System of Nevada

We have audited the financial statements of the University and Community College System of Nevada (the "System") as of and for the year ended June 30, 2001, and have issued our report thereon dated September 28, 2001. 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 of America.

Compliance

As part of obtaining reasonable assurance about whether the System's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the System's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance 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 over financial reporting that might be material weaknesses. A material weakness is a 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 in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to management of the System in a separate letter dated September 28, 2001.

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This report is intended solely for the information and use of the System's audit committee, management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

Princeton Associates LLP

September 28, 2001

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**REPORT OF INDEPENDENT ACCOUNTANTS ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL
CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Board of Regents of the
University and Community College System of Nevada

Compliance

We have audited the compliance of the University and Community College System of Nevada (the "System") 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, 2001. The System'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 System's management. Our responsibility is to express an opinion on the System's compliance based on our audit.

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

In our opinion, the System 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, 2001.

Internal Control Over Compliance

The management of the System 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 the System'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.

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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 condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants 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 structure over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the System's audit committee, management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

Princeton HomeCare LLP

September 28, 2001

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UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES							TOTAL
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	
MAJOR PROGRAMS									
Research and Development: U.S. Dept. of Agriculture:									
Agriculture Research Service									
Columbia River Plan	10.000			\$24,864					\$24,864
Ag. Research-Basic & Applied Res.	10.001	\$44,905							44,905
Passed Through									
Biotech Res Dev Corp									
Ag. Research	10.001	111,466							111,466
University of Arizona									
Ag. Research	10.001			42,178					42,178
Total Agriculture Research Service		\$156,371	\$0	\$67,042	\$0	\$0	\$0	\$0	\$223,413
Cooperative State Education & Extension Svc.									
Agriculture Research Grants	10.200	\$176,780	\$42,556						\$219,336
Hatch Funds	10.203	784,246							784,246
Payments to Land-Grant Colleges	10.205	418,691							418,691
Grants for Ag Research	10.206	304,973	12,426	\$87,652					405,051
Animal Health and Disease Research	10.207	72,880							72,880
Cooperative Extension Service	10.500	18,741							18,741
Passed Through									
University of Florida									
Algal Response	10.206			26,971					26,971
Utah State University									
Sustainable Ag. Research	10.215	2,058							2,058
University of Minnesota									
Grants Ag. Research	10.200	(2,088)							(2,088)
University of Arizona									
Ag. Research Grants	10.206	12,472							12,472
Cooperative Extension Service	10.500	11,032							11,032
George Mason University									
Grants for Ag Research	10.206	7,836							7,836
New Mexico University									
Fund for Rural America	10.224	20,776							20,776
University of Kentucky									
Cooperative Extension Service	10.500	35,933							35,933
Total Cooperative State Education & Extension Svc.		\$1,864,330	\$54,982	\$114,623	\$0	\$0	\$0	\$0	\$2,033,935
Economic Research Service									
Agricultural & Rural Economic Research	10.250	\$3,355							\$3,355
Passed Through									
University of California-Davis									
Agricultural & Rural Economic Research	10.250	15,174							15,174
Total Economic Research Service		\$18,529	\$0	\$0	\$0	\$0	\$0	\$0	\$18,529
Food & Consumer Nutrition									
Passed Through									
NV Dept of Human Resources									
Nutrition Education and Training Program	10.564	\$195,259							\$195,259
Purdue University									
Nutrition Education and Training Program	10.564	1,905							1,905
Total Food & Consumer Nutrition		\$197,164	\$0	\$0	\$0	\$0	\$0	\$0	\$197,164

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES								TOTAL
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM	
Forest Service	10.652	\$66,647	\$657,640	\$17,209						\$741,496
Forestry Research										
Passed Through										
University of Arizona	10.652			11,633						11,633
Forestry Research										
NV Dept of Conservation/Natural Resources	10.652	60,896								60,896
Forestry Research										
Total Forest Service		\$127,543	\$657,640	\$28,842	\$0	\$0	\$0	\$0	\$0	\$814,025
Total U.S. Dept. of Agriculture		\$2,363,937	\$712,622	\$210,507	\$0	\$0	\$0	\$0	\$0	\$3,287,066
U.S. Dept. of Commerce:										
Economic Development Administration	11.303	\$108,118								\$108,118
Center for Economic Development										
Total Economic Development Administration		\$108,118	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$108,118
National Institute Standards & Tech.										
Passed Through										
Industry Network Corp	11.611								\$140,717	\$140,717
Manufacturing Extension Partnership										
State of Maine	11.611								651,915	651,915
Manufacturing Extension Partnership										
UCCSN	11.611	\$1,403								1,403
Manufacturing Extension Partnership										
Total National Institute Standards & Tech.		\$1,403	\$0	\$0	\$0	\$0	\$0	\$0	\$792,632	\$794,035
National Oceanic & Atmospheric Administration										
Climate & Atmospheric Research	11.431	\$38,998								\$38,998
CIASTA	11.432			\$3,944,746						3,944,746
Passed Through										
Univ of Utah	11.432			3,121						3,121
IPEX										
Univ. of California, San Diego	11.432			31,844						31,844
Fire Weather										
University of Alaska	11.432			168,477						168,477
Environmental Research										
Total National Oceanic & Atmospheric Admin.		\$38,998	\$0	\$4,148,188	\$0	\$0	\$0	\$0	\$0	\$4,187,186
Total U.S. Dept. of Commerce		\$148,519	\$0	\$4,148,188	\$0	\$0	\$0	\$0	\$792,632	\$5,089,339
U.S. Dept. of Defense:										
Dept. of the Army, Office of the Chief of Engineers	12.000		\$40,491							\$40,491
Government RSR Contract	12.111			\$24,201						24,201
Cold Regions Research	12.114			456,810						785,943
Collaborative R&D		\$329,133								
Passed Through										
TASC Inc.	12.114		3,420							3,420
Collaborative R&D										
UNR	12.000			2,164						2,164
EPSCOR										
Charis										

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES									
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM	TOTAL	
Soil Hydrology University of Utah Photo Analysis	12.000 12.000			55,038 34,971						55,038 34,971	
Total Dept. of the Army, Office Chief of Engineers		\$329,133	\$43,911	\$573,184	\$0	\$0	\$0	\$0	\$0	\$946,228	
Office of the Chief of Naval Research Basic & Applied Scientific Research Passed Through AAA Inc	12.300 12.300	\$677,537	\$212,747	\$403,765						\$1,294,049	
Basic & Applied Scientific Research Univ of Mississippi Basic & Applied Scientific Research	12.300		26,952							26,952	
	12.300			73						73	
Total Office of the Chief of Naval Research		\$677,537	\$239,699	\$403,838	\$0	\$0	\$0	\$0	\$0	\$1,321,074	
U.S. Army Material Command Basic Scientific Research Military Medical R&D	12.431 12.420			\$646,695 161,271						\$646,695 279,598	
Total U.S. Army Material Command		\$0	\$118,327	\$807,966	\$0	\$0	\$0	\$0	\$0	\$926,293	
Office of Secretary of Defense Basic Applied & Advanced Research Passed Through University of Utah Chemical Speciation	12.630 12.630	\$262,884	\$53,838	\$374,890						\$691,612	
Total Office of Secretary of Defense		\$262,884	\$53,838	\$597,491	\$0	\$0	\$0	\$0	\$0	\$914,213	
Defense Advanced Research Projects Agency Research & Technology Development	12.910		\$64,349							\$64,349	
Total Office of Secretary of Defense		\$0	\$64,349	\$0	\$0	\$0	\$0	\$0	\$0	\$64,349	
Dept. of the Air Force, Material Command Defense Research Sciences Program Passed Through Sierra Engineering	12.800		\$163,833	\$995,278						\$1,159,111	
Air Force Defense Research Sciences Program DRI	12.800	\$7,551								7,551	
Air Force Defense Research Sciences Program ETECH Inc	12.800	7,951	10,000							17,951	
Air Force Defense Research Sciences Program	12.800		11,176							11,176	
Total Dept. of the Air Force, Material Command		\$15,502	\$185,009	\$995,278	\$0	\$0	\$0	\$0	\$0	\$1,195,789	
Total U.S. Dept. of Defense		\$1,285,056	\$705,133	\$3,377,757	\$0	\$0	\$0	\$0	\$0	\$5,367,946	
U.S. Dept. of Education: Office of Special Education & Rehabilitative Services Special Education-Children with Disabilities Technology Training for Teachers Passed Through UNR Science Box	84.324 84.342 84.281	\$82,853	\$75,192 22,345							\$158,045 22,345	
				\$32,570						32,570	

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

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UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES							TOTAL
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	
Energy Task Force	81.081	1,044							1,044
Lockheed Martin Oak Ridge National Lab Research Financial Assistance	81.049			78,841					78,841
Los Alamos National Lab									
Office of Science Financial Assistance Program	81.049		5,359						5,359
Office of Scientific & Technical Info.	81.064	43,268							43,268
Renewable Energy Research & Development	81.087	47,150							47,150
Mactec									
Analog Study	81.049			14,883					14,883
Midwest Research Institute									
Energy Efficiency & Renewable Energy Info.	81.117	19,958							19,958
MSE Tech Appls Inc									
Office of Science & Technology for Environmental Mgmt.	81.104	13,228							13,228
National Renewable Energy Lab									
Gas/Diesel Study	81.049			539,040					539,040
Toxicity Testing	81.086			173,339					173,339
Diesel Samples	81.087			60,252					60,252
Nevada Agency of Nuclear Projects									
State Energy Program	81.041	13,095							13,095
Nuclear Waste Disposal Siting	81.065	51,312							51,312
NTS Development									
Windmill Project	81.049			12,182					12,182
Nuclear Waste Disposal Siting	81.065		1,121						1,121
Nye City NV									
Water Analysis	81.049			11,431					11,431
Nye County NV									
Nuclear Waste Disposal Siting	81.065	29,343							29,343
Ohio State Univ. Research Foundation									
Office of Science Financial Assistance Program	81.049	1,246							1,246
Energy Efficiency & Renewable Energy Info.	81.117	8,689							8,689
Sandia National Lab									
Nuclear Waste Disposal Siting	81.065		14,083						14,083
Smithsonian									
Carbon Nutrients	81.049			(775)					(775)
Conservation Research & Development	81.086	6,693							6,693
State of Nevada									
Nuclear Waste Disposal Siting	81.065		72,890						72,890
Technical Associates									
Nuclear Waste Disposal Siting	81.065		40,057						40,057
UCCSN									
Research	81.000		6,281						6,281
State Energy Program	81.041	53,245	36,782						90,027
Fossil Energy Research & Development	81.089	127,124	94,413						221,537
Stewardship Science Grant Program	81.112	1,467,310	2,153,587						3,620,897
UNR									
Basic Energy Sciences-Univ. & Sci. Ed.	81.049			20,224					20,224
Epscor TCP	81.089			121,562					121,562
Stockpile Stewardship	81.112			29,409					29,409
UNLV									
Office of Science Financial Assistance Program	81.049	151,207							151,207
Nuclear Waste Disposal Siting	81.065	3,535,657		10,066					4,212,163
University City Science Center				676,506					
Conservation Research & Development	81.086	76,020							76,020
Univ. of California LANL									
Los Alamos Canyon Sediment									
Univ. of California San Diego	81.049			19,522					19,522

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

FEDERAL CFDA NUMBER	PROGRAM TITLES	UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM	TOTAL
81.049	Accelerated Climate Univ. of Alabama Sinusoidal Aquifer			31,855						31,855
81.049	Univ. of Arizona Sinusoidal Aquifer			90,944						90,944
81.049	Univ. of Georgia Sinusoidal Aquifer			5,159						5,159
81.049	UT-Battelle, LLC Sinusoidal Aquifer			13,991						13,991
81.086	Conservation Research & Development VITEC Inc	14,779								14,779
81.049	Office of Science Financial Assistance Program Washington GRP		1,324							1,324
81.049	Office of Science Financial Assistance Program West Area Power Administration			14,864						14,864
81.117	Energy Efficiency & Renewable Energy Info.	1,681								1,681
	Total U.S. Dept. of Energy	\$7,630,282	\$13,846,863	\$8,220,682	\$0	\$0	\$0	\$0	\$4,431,139	\$34,128,966
	Environmental Protection Agency:									
	Office of Air & Radiation									
66.500	Environmental Protection - Consolidated Research UNLV EPA Student Trainee		\$129,383	\$121,395					\$207,757	\$458,535
66.607	Pasced Through Penn State		86,256							86,256
	Environmental Protection Consolidated Research HUJALAPAI Tribe		23,887							23,887
66.001	Air Quality NV Dept of Conservation & Natural Resources			75,254						75,254
66.651	Innovative Community Partnership Health Effects Institute	\$29,071								29,071
66.001	Ambient Sampling UNR			1,800						1,800
66.500	Mercury Harvard University			73,478						73,478
66.001	Ambient Sampling Cal State Water Resources Control Board			29,681						29,681
66.419	Squaw Creek Texas Natural Resource CC			63,971						63,971
66.001	PM 2.5 Training UCCSN			292,520						292,520
66.500	Environmental Protection Consolidated Research Washington University		98,397							98,397
66.500	Environmental Protection Consolidated Research Battelle			36,877						36,877
66.500	Environmental Protection Consolidated Research Clark County			71,558						71,558
66.500	Environmental Protection Consolidated Research State of Idaho		2,556							2,556
66.001	Idaho Dust			124,564						124,564
	Total Office of Air & Radiation	\$29,071	\$340,479	\$891,098	\$0	\$0	\$0	\$0	\$207,757	\$1,468,405
	Office of Water									
	Pasced Through NV Department of Human Resources									
66.433	State Underground Water Source Protection NV Department of Conservation & Nat Resources	\$36,757								\$36,757

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

	FEDERAL CFDA NUMBER	PROGRAM TITLES	UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM	TOTAL
	66.461	Wetlands Protection-Development	1,128								1,128
	66.463	Pyramid Lake Paiute Tribe National Pollutant Discharge	32,188								32,188
		Total Office of Water	\$70,073	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$70,073
	66.708	Office of Prevention Pest & Toxic Substances Passed Through Leland Stanford Jr. University Pollution Prevention	\$39,057								\$39,057
		Total Office of Prev. Pest & Toxic Sub	\$39,057	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$39,057
	66.808	Office of Solid Waste & Emergency Response Passed Through SAIC Landfill Cover Study			\$175,012						\$175,012
		Total Office of Solid Waste & Emer. Response	\$0	\$0	\$175,012	\$0	\$0	\$0	\$0	\$0	\$175,012
	66.606	Office of Administration Surveys, Studies, Investigations, and Special Purpose Passed Through Truckee River Sediment	\$5,122								\$5,122
	66.606	Total Office of Administration	\$5,122	\$0	\$110,121	\$0	\$0	\$0	\$0	\$0	\$115,243
	66.500	Office of Research & Development Environ Protection-Consol. Res.	\$130,996								\$130,996
	66.505	Water Pollution Control Research Passed Through Washoe Storey Conservation Environ Protection-Consol. Res.	64,896								64,896
	66.500	Miami University Environ Protection-Consol. Res.	10,440								10,440
	66.500	UCCSN	32,323								32,323
	66.500	Environ Protection-Consol. Res.	68,427								68,427
		Total Office of Research & Development Total Environmental Protection Agency	\$307,082 \$450,405	\$0 \$340,479	\$0 \$1,176,231	\$0 \$0	\$0 \$0	\$0 \$0	\$0 \$0	\$0 \$207,757	\$307,082 \$2,174,872
	93.044	U.S. Dept. of Health & Human Services: Administration on Aging Passed Through NV Department of Human Resources Grants for Supportive Services and Senior Centers	\$115,000								\$115,000
		Total Administration on Aging	\$115,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$115,000
	93.136	Center for Disease Control Injury Prevention & Control Research Passed Through NV Department of Human Resources Investigations & Technical Assistance	\$594,445								\$594,445
	93.283		54,570								54,570

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES										TOTAL
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM			
HIV Prevention Activities	93.940	22,998									22,998	
Total Center for Disease Control		\$672,013	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$672,013	
Health Resources & Services Administration Emergency Medical Services for Children Passed Through	93.127	\$53,268									\$53,268	
Nevada Department of Human Resources Resource Coordination-Primary Care	93.130	2,388									2,388	
HIV Care Formula	93.917	77,372									77,372	
University of Louisville Health Services Research and Dev	93.226	(24,380)									(24,380)	
Total Health Resources & Services Admin.		\$108,648	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$108,648	
Substance Abuse and Mental Health Passed Through												
Nevada Department of Human Resources Prevention & Treatment of Substance Abuse	93.959	\$119,484									\$119,484	
Total Substance Abuse and Mental Health		\$119,484	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$119,484	
Administration for Child and Families Passed Through												
Nevada Dept of Human Resources Promoting Safe & Stable Families	93.556	\$19,354									\$19,354	
Child Care and Development	93.575	163,148									163,148	
Nevada Department of Education Promoting Safe & Stable Families	93.556	3,000									3,000	
Total Administration for Children and Families		\$185,502	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$185,502	
National Institutes of Health:			\$3								\$3	
Research	93.000											
Environmental Health Hazards	93.113	\$161,685									161,685	
Biometry & Risk Estimation	93.115	231,853									231,853	
Deafness & Communication Disorders	93.173	29,219									29,219	
Alcohol Research	93.273	118,860									118,860	
Drug Abuse Research	93.279	761,981									761,981	
Nursing Research	93.361	18,136									18,136	
Research Infrastructure	93.389	905,197									905,197	
Academic Research Enhancement Fund	93.390		23,877								23,877	
Cancer Cause & Prevention	93.393	1,059,663									1,059,663	
Cancer Biology Research	93.396	269,743									269,743	
Cancer Research Manpower	93.398	227,769									227,769	
Cell Biology & Biophysics Research	93.821	202,160									202,160	
Heart & Vascular Diseases	93.837	1,638,413									1,638,413	
Lung Diseases	93.838	236,599									236,599	
Arthritis, Musculoskeletal & Skin Diseases Research	93.846	431,465									431,465	
Diabetes, Endocrinology & Metabolism	93.847	237,495									237,495	
Digestive Diseases	93.848	2,105,801									2,105,801	
Neurosciences & Neurological Disorders	93.853	239,366									239,366	
Microbiology & Infectious Diseases	93.856	1,422,554									1,422,554	
Pharm., Physiology, Biological Research	93.859	305,813									305,813	
Research for Mothers & Children	93.865	232,815									232,815	
Aging Research	93.866	50,109	15,698								65,807	

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES								TOTAL
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM	
Vision Research	93.867	108,697								108,697
Minority Access to Research Grants	93.880		1,785							1,785
Passed Through										
UNR										
Hantavirus	93.856			\$4,982						4,982
Harbor-UCLA Research & Education Inst.										
Allergy Immunology & Trans. Res.	93.855	83,458								83,458
Microbiology & Infectious Diseases	93.856	191,241								191,241
Sierra Biomedical Research Corp										
Kidney Diseases, Urology & Hematology	93.849	38,064								38,064
University of Louisville										
Biological Basis Research in Neurosciences	93.854	190,771								190,771
Genetics & Developmental Biology	93.862	326,102								326,102
Scripps Institute										
Allergy Immunology & Trans. Res.	93.855	10,535								10,535
Wake Forest University										
Aging Research	93.866	20,465								20,465
Georgia Tech Univ										
Cancer Biology Research	93.396	33,266								33,266
Indiana University										
Biological Basis Research in Neurosciences	93.854	15,309								15,309
University of Michigan										
Neurosciences & Neurological Disorders	93.853	425								425
Total National Institutes of Health		\$11,905,029	\$41,363	\$4,982	\$0	\$0	\$0	\$0	\$0	\$11,951,374
Total U.S. Dept. of Health & Human Services		\$13,105,676	\$41,363	\$4,982	\$0	\$0	\$0	\$0	\$0	\$13,152,021
U.S. Dept. of Housing & Urban Development										
Community Planning & Development	14.228	\$681,802								\$681,802
Community Development Block Grant										
Total Community Planning & Development		\$681,802	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$681,802
Total U.S. Dept. of Housing & Urban Development		\$681,802	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$681,802
U.S. Dept. of the Interior:										
Bureau of Indian Affairs	15.049	\$10,433								\$10,433
Irrigation Operations										
Total Bureau of Indian Affairs		\$10,433	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$10,433
Bureau of Land Management										
Wildlife Habitat Mgmt. Tech. Assist.	15.219		\$2,310							\$2,310
Cooperative Inspection Agreements	15.222	\$70,665	15,688							86,353
Cultural Resource Management	15.224	16,799	14,825	\$33,516						65,140
Recreation Resource Management	15.225	7,062		54,587						61,649
CEFA Infrastructure	15.228			58,877						58,877
Passed Through										
Dynamac										
Wetlands	15.224			14,745						14,745
URS Greiner										
Wave Measurement	15.224			51,633						51,633
Total Bureau of Land Management		\$94,526	\$32,823	\$213,358	\$0	\$0	\$0	\$0	\$0	\$340,707
Bureau of Reclamation										
Reclamation & Water Reuse Program	15.504	\$58,195	\$8,129	\$140,768						\$207,092

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES									
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM	TOTAL	
Historic Pres. Fund Grants-In-Aid	15.904			\$297,829						\$297,829	
Technical Preservation Sciences	15.915		\$215,658							215,658	
Passed Through											
State of Nevada											
Historic Preservation Fund	15.904		4,527							4,527	
Disposal of Federal Real Property	15.918		8,768							8,768	
Migratory Bird Banding	15.975		9,589							9,589	
Total National Park Service		\$0	\$238,542	\$297,829	\$0	\$0	\$0	\$0	\$0	\$536,371	
Total U.S. Dept. of the Interior		\$2,072,076	\$757,027	\$1,110,658	\$0	\$0	\$0	\$0	\$0	\$3,939,761	
U.S. Dept. of Justice:											
National Institute of Justice	16.560		\$52,159							\$52,159	
Justice Research, Evaluation & Development											
Passed Through											
ABT Associates											
Justice Research, Evaluation & Development	16.560		140,604							140,604	
Total U.S. Dept of Justice		\$0	\$192,763	\$0	\$0	\$0	\$0	\$0	\$0	\$192,763	
National Aeronautics & Space Administration:											
Aerospace Education Service Program	43.001	\$232,114								\$232,114	
Technology Transfer	43.002	133,292	\$356,416	\$373,469				\$204,795		\$436,909	
Passed Through										863,177	
UCCSN											
Aerospace Education Services Program	43.001	66,009								66,009	
UNR											
Aerospace Education Services Program	43.001		68,257	86,222						154,479	
Aerospace Education Services Program	43.002			22,407						22,407	
Jet Propulsion Lab											
Aerospace Education Services Program	43.001	22,729								22,729	
Space Telescope Science Inst.											
Aerospace Education Services Program	43.001	27,051								27,051	
University of Arizona											
Technology Utilization	43.002			70,872						70,872	
Penn. State											
Technology Transfer	43.002		53,942							53,942	
Research Foundation Suny											
Aerospace Education Service Program	43.001	62,786								62,786	
Lockheed Martin											
Aerospace Education Services Program	43.001	7,652								7,652	
Smithsonian Institute											
Aerospace Education Service Program	43.001	4,176								4,176	
Marist College											
Technology Utilization	43.002			17,429						17,429	
Total National Aeronautics & Space Admin.		\$555,809	\$478,615	\$570,399	\$0	\$0	\$0	\$0	\$204,795	\$1,809,618	
National Endowment for Humanities	45.166			\$10,000						\$10,000	
NEH Colloquium											
Total National Endowment for Humanities		\$0	\$0	\$10,000	\$0	\$0	\$0	\$0	\$0	\$10,000	

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES								
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM	TOTAL
National Science Foundation:										
Engineering Grants	47.041	\$471,850	\$135,003							\$606,853
Mathematical & Physical Sciences	47.049	624,896	332,859	\$99,503				\$50,136		1,107,394
Geosciences	47.050	447,960	64,526	754,091						1,266,577
Computer & Info. Sci. & Engineering	47.070	144,324	78,641	36,618				1,277,638		1,537,221
Biological Sciences	47.074	737,800	1,001,006	497,557				179,174		2,415,537
Social, Behavioral, & Economic Sciences	47.075	218,929		10,832						229,761
Education & Human Resources	47.076	71,007	108,080	185,011				31,114		395,212
Arctic Ocean	47.078			238,243						238,243
Passed Through										
Arizona State University										
Mathematical & Physical Science	47.049		114							114
Computer and Information Science and Engineering	47.070		1,441							1,441
University of Alaska										
Social, Behavioral & Economic Sciences	47.075	1,338								1,338
University Corp. Atmosphere Research										
Preciscope Fabricate	47.049			20,177						20,177
DRI										
Biological Sciences	47.074	42,889								42,889
Education & Human Resources	47.076	12,598								12,598
UNR										
Mathematical & Physical Science	47.049			61,420						61,420
Flood Study	47.050			25,176						25,176
Desert LTER	47.074			70,158						70,158
EPSCoR Ring-True	47.076			128,498						128,498
UNLV										
Biological Sciences	47.074	182,119		78,348						260,467
EPSCoR Ring-True	47.076			143,111						143,111
UCCSN										
Mathematical & Physical Science	47.049	9,124								9,124
Computer and Information Science and Engineering	47.070	93,577	247,864							341,441
Biological Sciences	47.074	85,538	46,097							131,635
Education & Human Resources	47.076	49,706	87							49,793
University of Arizona										
Geosciences	47.050			48,783						48,783
Biological Sciences	47.074	212,532								212,532
University of California-Santa Cruz										
Biological Sciences	47.074									
Social, Behavioral & Economic Sciences	47.075	15,227		22,205						22,205
Western Carolina University										15,227
Social, Behavioral & Economic Sciences	47.075	15,569								15,569
Catholic University of America										
Engineering Grants	47.041	38,763								38,763
Research Foundation - SUNY										
Engineering Grants	47.041	117,066								117,066
University of Southern California										
Geosciences	47.050	191,887								191,887
Washington University										
Engineering Grants	47.041		3,000							3,000
Oklahoma State University										
Engineering Grants	47.070							714		714
University of Puerto Rico										
Biological Sciences	47.074		22,419							22,419
University of Minnesota										
Biological Sciences	47.074	33,347								33,347
College of Charleston										

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES								
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM	TOTAL
Mathematical & Physical Science	47.049		8,594							8,594
Total National Science Foundation		\$3,818,046	\$2,049,731	\$2,419,731	\$0	\$0	\$0	\$0	\$1,538,776	\$9,826,284
U.S. Department of State:										
Bureau of Personnel	19.202	\$139,912								\$139,912
Special Domestic Assignments Passed Through IIE										
Cairo Training	19.000			\$17,595						17,595
Chemonics	19.000			265,623						265,623
Cairo Air Study										
Total Bureau of Personnel		\$139,912	\$0	\$283,218	\$0	\$0	\$0	\$0	\$0	\$423,130
Office of the Legal Advisor										
Passed Through Council for Intntl Exchange of Scholars Educational Exchange	19.418	\$12,218								\$12,218
Total Office of the Legal Advisor		\$12,218	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$12,218
Total U.S. Department of State		\$152,130	\$0	\$283,218	\$0	\$0	\$0	\$0	\$0	\$435,348
U.S. Dept of Transportation:										
Federal Aviation Administration	20.108	\$15,682								\$15,682
Aviation Research										
Passed Through Washoe Co Nevada Airport Authority	20.106	16,818								16,818
Airport Improvement Program AES Canada	20.108			\$8,444						8,444
Frozen Rain										
Total Federal Aviation Administration		\$32,500	\$0	\$8,444	\$0	\$0	\$0	\$0	\$0	\$40,944
Federal Highway Administration	20.205			\$1,313						\$1,313
Highway Planning & Construction Passed Through Arcadis										
Highway Coop	20.205			94,923						94,923
Idaho Dept of Environmental Quality Highway Planning & Construction	20.205			71,651						71,651
Research Foundation SUNY	20.205									
Highway Planning & Construction State of South Dakota-DOT	20.205	\$85,336								85,336
Highway Planning & Construction UNR	20.205	107,059								107,059
Highway Training & Education Nevada Department of Transportation	20.215		\$714							714
Highway Planning & Construction Highway Training & Education	20.205	231,242								231,242
	20.215	45,149								45,149
Total Federal Highway Administration		\$468,786	\$714	\$167,887	\$0	\$0	\$0	\$0	\$0	\$637,387
National Highway Traffic Safety Administration LV Air Study Equipment Passed Through	20.502			\$268,860						\$268,860

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

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UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES								
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM	TOTAL
Utah State University Sustainable Agriculture Research & Education	10.215	27,454								27,454
Total Cooperative State Research Service		\$1,615,662	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,615,662
Food & Nutrition Service Passed Through Chickasaw Nation	10.564	\$15,302								\$15,302
Nutrition Education & Training Program										
Nevada Dept. of Education	10.556		\$1,898		\$1,491					3,389
Special Milk Program for Children	10.558	19,656								19,656
Child & Adult Care Food Program	10.559	15,702	10,476							26,178
Summer Food Service Program for Children										
Total Food & Nutrition Service		\$50,660	\$12,374	\$0	\$1,491	\$0	\$0	\$0	\$0	\$64,525
Forest Service Forest Service Grants	10.652		\$3,459							\$3,459
National Forest-Dependent Rural Communities Passed Through	10.670	\$15,455								15,455
Nevada Department of Conservation Cooperative Forestry Assistance	10.664	3,554								3,554
National Forest-Dependent Rural Communities	10.670	1,970								1,970
Total Forest Service		\$20,979	\$3,459	\$0	\$0	\$0	\$0	\$0	\$0	\$24,438
Farm Service Agency Small Farmer Outreach Training & Technical Asst.	10.443	\$3,742								\$3,742
Total Farm Service Agency		\$3,742	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$3,742
Risk Management Agency Dairy Options Pilot Program	10.454	\$2,377								\$2,377
Total Risk Management Agency		\$2,377	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$2,377
Rural Utilities Service Distance Learning	10.855								\$145,581	\$145,581
Total Rural Utilities Service		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$145,581	\$145,581
National Resources Conservation Service Jay Dow, Wetlands Water Bank	10.062	\$3,516								\$3,516
Total National Resources Conservation Service		\$3,516	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$3,516
Total U.S. Dept. of Agriculture		\$1,696,936	\$15,833	\$0	\$1,491	\$0	\$0	\$0	\$145,581	\$1,859,841
U.S. Dept of Commerce: Economic Development Administration Passed Through Nye County Pahrump High Technology Center	11.307					\$922				\$922
Total Economic Development Administration		\$0	\$0	\$0	\$0	\$922	\$0	\$0	\$0	\$922

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES							
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM
National Telecomm. & Information Admin. Passed Through Manufacturing Assistance Part UNR	11.611				\$3,115				
									\$3,115
	11.611		\$1,133			\$39,514			40,647
	11.614		90,000						90,000
Total National Telecomm. & Information Admin.		\$0	\$91,133	\$0	\$3,115	\$39,514	\$0	\$0	\$133,762
Total U.S. Dept. of Commerce		\$0	\$91,133	\$0	\$3,115	\$40,436	\$0	\$0	\$134,684
U.S. Dept. of Defense:									
Dept. of the Army, Office of Chief Engineers	12.105	\$5,000							\$5,000
Protection of Essential Highways	12.113	25,666							25,666
St Memo for Reimb of Tech Services									
Total Dept. of Army, Office of Chief of Engineers		\$30,666	\$0	\$0	\$0	\$0	\$0	\$0	\$30,666
Dept. of the Air Force, Material Command									
Passed Through									
DRI									
Air Force Defense Research Sciences	12.800	\$8,088							\$8,088
Total Dept. of the Air Force, Material Command		\$8,088	\$0	\$0	\$0	\$0	\$0	\$0	\$8,088
Total U.S. Dept. of Defense		\$38,754	\$0	\$0	\$0	\$0	\$0	\$0	\$38,754
U.S. Dept. of Education:									
Office of Postsecondary Education									
International Overseas Group Projects Abroad	84.021		\$31,516						\$31,516
Student Support Services	84.042	\$238,548	244,992						483,540
Talent Search	84.044		470,754						470,754
Fund for the Improvement of Postsecondary Education	84.116		34,474						34,474
McNair Program	84.217		191,464						191,464
Child Care for Student Parents	84.335					\$58,337			58,337
Teachers Technology	84.342	216,605	319,366						535,971
Passed Through									
University of California-Berkeley									
National Resource Center & Fellowships for Language	84.015	25,839							25,839
Total Office of Postsecondary Education		\$480,992	\$1,292,566	\$0	\$0	\$58,337	\$0	\$0	\$1,831,895
Office of Special Ed & Rehab Services									
Technical Assistance and Dissemination	84.326	\$112,042							\$112,042
Parent Information Centers	84.328	74,281							74,281
Community Tech Center Program	84.341					\$102,590			102,590
Passed Through									
UC Berkley								\$25,790	25,790
National Writing Project	84.928								
Nevada Dept. of Education									
Adult Ed.-State-Admin. Basic Grant	84.002				\$429,323	600,458			1,029,781
Special Education-State Grants	84.027	212,827							212,827
Voc. Educ.-Basic Grants to States	84.048		\$25,816		410,757	816,984			1,253,557
Special Education-Preschool	84.173	11,943							11,943

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES								
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM	TOTAL
Tech-Prep Education Rehabilitation Services Demonstration & Training School to Career Washoe County School District Special Education State Grants Assistive Technology School to Career STC Implementation PHI-Pacific Public Health Inst. National Institute on Disability & Rehabilitation Turning Point Inc. Special Education State Grants UNR Environmental Education UC Berkley National Writing Project NV-Employment Training Rehabilitation Infants & Families with Disabilities	84.243									330,416
	84.235	10,692			119,731	210,685				10,692
	84.278					1,099,309	\$204,324	65,157		1,368,790
	84.027	45,312								45,312
	84.224	2,378								2,378
	84.243				1,855					1,855
	84.278				31,767					31,767
	84.133	21,764								21,764
	84.027	10,865								10,865
	84.281					6,549				6,549
NV-Employment Training Rehabilitation Infants & Families with Disabilities	84.928		23,326							23,326
	84.181	11,568								11,568
		\$513,672	\$49,142	\$0	\$993,433	\$2,836,575	\$204,324	\$90,947	\$0	\$4,688,093
Office of Educational Research & Improvement Federal School to Work Passed Through Tahoe Truckee Unified School District 21st Century Comm Washoe County School District 21st Century Comm.	84.278		\$138,814							\$138,814
	84.287	\$15,653								15,653
	84.287	21,777								21,777
Total Office of Educational Res. & Improvement		\$37,430	\$138,814	\$0	\$0	\$0	\$0	\$0	\$0	\$176,244
Office of Elementary & Secondary Education Eisenhower Passed Through NV Department of Education School Support Eisenhower Professional Development UNR Eisenhower Professional Development UCCSN Eisenhower Professional Development	84.281								\$246,090	\$246,090
	84.010	\$69,879								69,879
	84.281		\$59,532							59,532
	84.281						\$3,141			3,141
	84.281	119,837								119,837
Total Office of Elementary & Secondary Ed.		\$189,716	\$59,532	\$0	\$0	\$0	\$3,141	\$0	\$246,090	\$498,479
Office of Student Financial Assistance Passed Through NV Department of Education Federal Supplemental Educational Opportunity Leveraging Educational Assistance Partnership	84.007	\$24,822								\$24,822
	84.069	52,712				\$17,580				70,292
Total Office of Student Financial Assistance		\$77,534	\$0	\$0	\$0	\$0	\$17,580	\$0	\$0	\$95,114
Office of Assistant Secretary for Vocational & Adult Ed Passed Through NV Department of Education Vocational Education Grants to States	84.048						\$345,028			\$345,028

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES							
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	TOTAL
Total Office of Asst Sec for Vocational & Adult Ed		\$0	\$0	\$0	\$0	\$0	\$345,028	\$0	\$345,028
Office of Vocational & Adult Education									
Passed Through									
NV Department of Education	84.002						\$296,489	\$300,807	\$597,296
Adult Ed State Grant	84.048							108,278	108,278
Vocational Ed - Perkins	84.243						106,738	104,284	211,022
Tech-Prep Education									
NV Department of Employment									
Rehabilitation Svcs Vocational Rehabilitation Grants	84.126		\$12,118						12,118
Total Office of Vocational & Adult Education		\$0	\$12,118	\$0	\$0	\$0	\$403,227	\$513,369	\$928,714
Total U.S. Dept. of Education		\$1,299,344	\$1,552,172	\$0	\$993,433	\$2,894,912	\$973,300	\$604,316	\$8,563,567
U.S. Dept. of Energy:									
Conservation Research & Development	81.086	\$73,681							\$73,681
Science & Technology for Environmental Mgmt	81.104	20,165							20,165
Energy Efficiency & Renewable Energy	81.117	23,552							23,552
Passed Through									
Los Alamos National Lab		6,421							6,421
Conservation Research & Development	81.086								
Total U.S. Dept. of Energy		\$123,819	\$0	\$0	\$0	\$0	\$0	\$0	\$123,819
Environmental Protection Agency:									
Office of Air & Radiation									
Passed Through									
Clark County Health Department									
Air Pollution Control Program	66.001	\$43,554							\$43,554
Nevada Dept of Conservation & Natural Resources									
Air Pollution Control Program	66.001					\$58,706			58,706
Total Office of Air & Radiation		\$43,554	\$0	\$0	\$0	\$58,706	\$0	\$0	\$102,260
Office of Water									
Passed Through									
Nevada Dept of Conservation & Natural Resources	66.419	\$129,945							\$129,945
Water Pollution Control									
Nevada Department of Human Resources	66.433	85,837							85,837
State Underground Water Source Protection									
Total Office of Water		\$215,782	\$0	\$0	\$0	\$0	\$0	\$0	\$215,782
Office of Prevention, Pesticides & Toxic Substances									
Pollution Prevention	66.708	\$201,765					\$12,748		\$214,513
Total Office of Prevention, Pesticides & Toxic Substances		\$201,765	\$0	\$0	\$0	\$0	\$12,748	\$0	\$214,513
Office of Environmental Education									
Environmental Protection Agency	66.951				\$2,418				\$2,418
Total Office of Environmental Education		\$0	\$0	\$0	\$2,418	\$0	\$0	\$0	\$2,418
Total Environmental Protection Agency		\$461,101	\$0	\$0	\$2,418	\$58,706	\$12,748	\$0	\$534,973

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES										TOTAL
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM			
Federal Emergency Management Agency: Earthquake Hazards Passed Through Nevada Department Motor Vehicles State Disaster Preparedness Mitigation Assistance City of Sparks Nevada Project Impact	83.521 83.505 83.535 83.551	\$115,110 242 62,665 6,412										\$115,110 242 62,665 6,412
Total Federal Emergency Management Agency		\$184,429	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$184,429
U.S. Dept. of Health & Human Services: Health Resources & Services Admin. Area Health Education Centers EMS for Children State Loan Repayment Rural Telemedicine State Rural Hospital Flexibility Program Professional Nurse Traineeship Scholar. Students Exc Financial Need Grants St Oper Offices of Rural Health Nevada Geriatric Ed Center Academic Admin Units in Primary Care Passed Through UNR	93.107 93.127 93.165 93.211 93.241 93.358 93.820 93.913 93.969 93.984	\$75,896 91,696 65,000 227,157 444,403 16,385 34,600 118,561 208,929 146,763										\$75,896 91,696 65,000 227,157 444,403 16,385 34,600 118,561 208,929 146,763
Addiction Counseling Injury Prevention & Control University of California-San Francisco AIDS Education & Training Centers American College Health Association Cooperative Agreements to Support School Health NCAA National Youth Sports Program Nevada Dept. of Human Resources Maternal & Child Health Consolidated Primary Care-Coordination Rural Health Research Centers Community Health Centers HIV Care Formula Southern Nevada Area Health Education Center Area Health Education Centers	93.131 93.136 93.145 93.938 93.820 93.110 93.130 93.155 93.224 93.917 93.107		\$7,363 6,781 8,454 62,012 94,458 7,373 16,110 3,802 6,500 36,743									7,363 6,781 138,757 8,454 62,012 94,458 7,373 16,110 3,802 6,500 36,743
Total Health Resources & Services Admin.		\$1,733,133	\$84,610	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,817,743
Substance Abuse & Mental Health Svc. Admin. Cooperative Agreements for Abuse/Treatment Addiction Treatment Training Centers Consolidated Knowledge Dev & App Passed Through Nevada Department of Human Resources Block Grant for Prevention/Treatment Nevada Employment Training and Rehabilitation Block Grant for Prevention/Treatment	93.122 93.131 93.230 93.959 93.959	\$141,178 403,778 1,624,253 183,925 140,179										\$141,178 403,778 1,624,253 224,111 140,179
Total Substance Abuse & Mental Health Svc.		\$2,493,313	\$40,186	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$2,533,499

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES									
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM	TOTAL	
Center for Disease Control											
Passed Through											
Nevada Department of Human Resources											
Tuberculosis	93.116	\$67,655								\$67,655	
Immunization Program	93.268	41,755								41,755	
Investigations & Technical Asst	93.283	17,000								17,000	
HIV Prevention Activities	93.940	10,712								10,712	
Diabetes Control	93.988	72,601								72,601	
Health & Health Svcs	93.991	7,342	\$10,410							17,752	
Total Center for Disease Control		\$217,065	\$10,410	\$0	\$0	\$0	\$0	\$0	\$0	\$227,475	
Administration for Children & Families											
Head Start	93.600	\$716,051								\$716,051	
Disabilities National Significance	93.631	116,764								116,764	
Disabilities Univ. Affiliated Programs	93.632	316,497								316,497	
Passed Through											
Washoe County School District											
Child Abuse & Neglect	93.669	815								815	
Childrens Cabinet											
Child Care & Development	93.575	222,868								222,868	
Nevada Dept. of Human Resources											
Safe & Stable Families											
Head Start	93.556	545								545	
Child Care & Development	93.600	10,000								10,000	
Child Welfare Training Program	93.575		\$5,466							5,466	
Adoption Opportunities	93.648	634,024	811,299							1,445,323	
UNLV	93.652		67,009							67,009	
Child Welfare Training Program											
NCAA	93.648	4,946								4,946	
Community Schools Youth Services	93.588	33,069								33,069	
Family Resource & Support	93.590	16,724								16,724	
Total Administration for Children & Families		\$2,072,303	\$883,774	\$0	\$0	\$0	\$0	\$0	\$0	\$2,956,077	
Administration on Aging											
Passed Through											
Nevada Department of Human Resources											
Special Programs for Aging	93.044	\$1,577								\$1,577	
Alzheimer's	93.051	37,805								37,805	
Total Administration on Aging		\$39,382	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$39,382	
National Institutes of Health											
Passed Through											
Nevada Employment Training and Rehabilitation											
Drug Abuse Research	93.279	\$28,463								\$28,463	
Nevada Department of Human Resources											
Aging Research	93.866	12,250								12,250	
Total National Institutes of Health		\$40,713	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$40,713	
Total U.S. Dept. of Health & Human Services		\$6,595,909	\$1,018,980	\$0	\$0	\$0	\$0	\$0	\$0	\$7,614,889	
U.S. Dept. of Housing & Urban Development:											

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES									
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM	TOTAL	
Community Planning & Development Passed Through City of Las Vegas Community Development Block Grants/State's Prog. NV Dept. of Business & Industry Community Development Block Grants/State's Prog. City of Reno Youthbuild Program	14.228		\$116							\$116	
	14.228	\$8,515								8,515	
	14.243	6,584								6,584	
		\$15,099	\$116	\$0	\$0	\$0	\$0	\$0	\$0	\$15,215	
Federal Housing Commissioner Passed Through Clark County Housing Multifamily Housing Reform	14.197	\$819								\$819	
		\$819	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$819	
Public & Indian Housing Passed Through City of Reno, Nevada Drug Elimination Program	14.854	\$16,068								\$16,068	
		\$16,068	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$16,068	
		\$31,986	\$116	\$0	\$0	\$0	\$0	\$0	\$0	\$32,102	
Total Public & Indian Housing Total U.S. Dept. of Housing & Urban Development											
Corp. for National & Community Service: Senior Volunteer Program Passed Through Community Chest Inc Learn & Serve America	94.002	\$70,885								\$70,885	
	94.005	74,367								74,367	
		\$145,252	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$145,252	
Total for Corp. for National & Community Service											
U.S. Dept. of the Interior: Bureau of Land Management Non-Sale Disposals of Mineral Material Recreation Resource Management	15.214	\$2,225								\$2,225	
	15.225	44,856								44,856	
		\$47,081	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$47,081	
Total Bureau of Land Management											
U.S. Geological Service: Research & Data Acquisition National Spatial Data Infrastructure	15.808	\$5,642	\$1,613							\$7,255	
	15.809	2,228								2,228	
		\$7,870	\$1,613	\$0	\$0	\$0	\$0	\$0	\$0	\$9,483	
Total U.S. Geological Service											
National Park Service Rescue Excavation-Keys Ranch Technical Preservation Services	15.919		\$31,986							\$31,986	
	15.915		20,000							20,000	
		\$0	\$51,986	\$0	\$0	\$0	\$0	\$0	\$0	\$51,986	
Total National Park Service											

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES									
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM	TOTAL	
Total U.S. Dept. of the Interior		\$54,951	\$53,599	\$0	\$0	\$0	\$0	\$0	\$0	\$108,550	
U.S. Dept. of Justice: Bureau of Prisons Passed Through ABT Assoc.	16.560		(\$4,233)							(\$4,233)	
National Institute of Justice Nevada Office of Attorney General Stop Violence Against Women	16.588		5,200							5,200	
Total Bureau of Prisons		\$0	\$967	\$0	\$0	\$0	\$0	\$0	\$0	\$967	
Juvenile Justice Del. Preventing Passed Through Nevada Dept of Child & Family Services Enforcing Underage Drinking	16.727		\$176,082							\$176,082	
Total Juvenile Justice Del. Preventing		\$0	\$176,082	\$0	\$0	\$0	\$0	\$0	\$0	\$176,082	
Office of Community Oriented Policy Svcs. Troops to COPS	16.711				\$50,011					\$50,011	
Total Office of Community Oriented Policy Svcs.		\$0	\$0	\$0	\$50,011	\$0	\$0	\$0	\$0	\$50,011	
Office of Victims of Crime Passed Through Nevada Department of Human Resources Crime Victim Assistance	16.575	\$69,016								\$69,016	
Total Office of Victims of Crime		\$69,016	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$69,016	
Bureau of Justice Assistance Passed Through Nevada Department Motor Vehicles Byrne Formula	16.579	\$6,934								\$6,934	
Total Bureau of Justice Assistance		\$6,934	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$6,934	
Violence Against Women Grants Office Passed Through Nevada Office of Attorney General Formula Grants	16.588	\$84,879								\$84,879	
Total Violence Against Women Grants Office		\$84,879	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$84,879	
Total U.S. Dept. of Justice		\$160,829	\$177,049	\$0	\$50,011	\$0	\$0	\$0	\$0	\$387,889	
U.S. Department of Labor: Occupational Safety & Health Admin Occupational Safety & Health	17.503	\$70,069								\$70,069	
Total Occupational Safety & Health Administration		\$70,069	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$70,069	
Employment & Training Administration Women in Apprenticeship	17.246					\$60,541				\$60,541	

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES							TOTAL
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	
Employment Services & Job Training	17.249	\$86,428							86,428
Job Training Partnership Act	17.250	14,018,204							14,018,204
Passed Through									
NV Dept of Education	17.249					43,080			43,080
Small State ESTW									
Nevada Works	17.255						\$53,080		53,080
Workforce Investment Act									
Southern NV Local Workforce Investment Board	17.253					444,090			444,090
Welfare to Work	17.255					801,368			801,368
Workforce Investment Act									
Total Employment & Training Administration		\$14,104,632	\$0	\$0	\$0	\$1,349,079	\$53,080	\$0	\$15,506,791
Total U.S. Department of Labor		\$14,174,701	\$0	\$0	\$0	\$1,349,079	\$53,080	\$0	\$15,576,860
U.S. Dept. of State:									
Aid for International Development	19.000	\$91,531							\$91,531
Passed Through									
American International Health Alliance									
Aid for International Development									
Total Aid for International Development		\$91,531	\$0	\$0	\$0	\$0	\$0	\$0	\$91,531
Total for U.S. Dept. of State		\$91,531	\$0	\$0	\$0	\$0	\$0	\$0	\$91,531
55 National Aeronautics & Space Administration:								\$224,432	\$224,432
Aerospace Education Services	43.001								
Passed Through									
University of Southern California	43.002	\$18,787							18,787
Technology Utilization									
UNR									
Aerospace Education Services	43.001					\$5,375	\$15,712	\$8,485	29,572
UCCSN									
Aerospace Education Services	43.001	42,580							42,580
NASA Grant College & Fellowship	43.002				\$8,721				8,721
Total National Aeronautics & Space Admin.		\$61,367	\$0	\$0	\$8,721	\$5,375	\$15,712	\$8,485	\$224,092
National Foundation on the Arts & the Humanities:									
National Endowment for the Arts									
Passed Through									
Nevada Arts Commission	45.007		\$4,320						\$4,320
Promotion of the Arts Grants to Org & Individuals	45.024	\$22,946							22,946
Promotion of Arts-State & Reg. Prog.	45.025				\$4,529	\$3,909			8,438
Writers Conference					517	1,200			1,717
Nevada Sources Project	45.129								
Total National Endowment for the Arts		\$22,946	\$4,320	\$0	\$5,046	\$5,109	\$0	\$0	\$37,421
National Endowment for the Humanities									
Passed Through									
Nevada Humanities Commission	45.024		\$4,811						\$4,811
State Programs	45.129	\$285,115	11,806						296,921
Federal State Partnership	45.130	500							500
Challenge Grant									
Education Development	45.162	2,108							2,108

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

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UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

PROGRAM TITLES	FEDERAL CFDA NUMBER	AMOUNT OF EXPENDITURES								TOTAL
		UNR	UNLV	DRI	TMCC	CCSN	WNCC	GBC	SYSTEM	
Veterans State Medical Care	64.016	\$2,269,073								\$2,269,073
Sharing Specialized Resources	64.018	55,427								55,427
Total U.S. Dept. of Veteran Affairs		\$2,324,500	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$2,324,500
Total Other Programs		\$29,348,918	\$3,220,310	\$0	\$1,064,235	\$4,420,457	\$1,054,840	\$682,975	\$616,103	\$40,407,838
Total Federal Assistance		\$66,190,354	\$30,542,439	\$22,017,850	\$3,373,827	\$11,745,540	\$2,054,221	\$1,349,174	\$7,791,202	\$145,064,607

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UNIVERSITY & COMMUNITY COLLEGE SYSTEM OF NEVADA
SINGLE AUDIT REPORT
FOR THE YEAR ENDED JUNE 30, 2001
NOTES TO SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS

Note 1

The purpose of the Supplementary Schedule of Expenditures of Federal Awards is to present a summary of the activities of the University and Community College System of Nevada for the year ended June 30, 2001, which have been financed by the U.S. Government.

For purposes of this Schedule, Federal awards have been classified into two types:

- Direct Federal Awards
- Pass-through funds received from non-Federal organizations made under Federally sponsored programs coordinated by those organizations

Because the Schedule presents only a selected portion of the activities of the University and Community College System of Nevada, it is not intended to and does not present either the financial position, changes in fund balances, or the current funds' revenues, expenditures, and other changes of the University and Community College System of Nevada.

The University and Community College System of Nevada consists of the University of Nevada, Reno; the University of Nevada, Las Vegas; University and Community College System of Nevada Administration; the Desert Research Institute; Truckee Meadows Community College; the Community College of Southern Nevada; Western Nevada Community College; and Great Basin College.

The Schedule is prepared on the accrual basis of accounting.

Note 2

The following schedule represents loans advanced by the System for the year ended June 30, 2001:

Federal Perkins Loan Advances (CFDA Number 84.038)	\$ 1,180,000
Nursing Student Loan Advances (CFDA Number 93.364)	53,000
Health Professions Student Loan Advances (CFDA Number 93.342)	<u>28,000</u>
	<u><u>\$1,261,000</u></u>

The Federal Perkins, Nursing Student Loan Programs ("NSL") and Health Professions Student Loan Programs ("HPSL") are administered directly by the System and balances and transactions relating to these programs are included in the System's financial statements. The balances of loans outstanding under the Perkins, NSL and HPSL programs were \$7,819,000, \$322,000 and \$448,000, respectively, as of June 30, 2001.

Note 3

For the fiscal year ended June 30, 2001, the System processed \$65,627,505 in new loans under the Federal Family Education Loan Program (CFDA 84.032)(formerly known as the Guaranteed Student Loan Program). Loan amounts include subsidized and unsubsidized Federal Stafford Loans, Direct Lending Program Loans, and Federal Parent Loans for Undergraduate Students.

Note 4

The total value of the federal awards in the form of non-cash assistance during the fiscal year ended June 30, 2001 was \$0.

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE
YEAR ENDED JUNE 30, 2001

Section I--Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: unqualified

Internal control over financial reporting:

Material weakness identified?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no
Reportable condition identified		
not considered to be material weaknesses	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> none reported

Noncompliance material to financial statements noted? ☐ yes ☒ no

Federal Awards

Internal control over major programs:

Material weakness identified?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no
Reportable condition identified		
not considered to be material weaknesses?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> none reported

Type of auditor's report issued on compliance
for major programs: unqualified

Any audit findings disclosed that are required
to be reported in accordance with
Circular A-133, Section .510(a)? ☐ yes ☒ no

Identification of major programs or program clusters:

<u>Program</u>	<u>CFDA Number</u>
Research and Development	cluster
Student Financial Assistance	cluster
Upward Bound	84.047

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

Auditee qualified as low-risk auditee? ☒ yes ☐ no

Section II--Financial Statement Findings

There were no findings or questioned costs related to the financial statements required to be reported in accordance with *Government Auditing Standards* for the fiscal year ended June 30, 2001.

Section III—Federal Award Findings and Questioned Costs

There were no instances of noncompliance required to be reported under OMB Circular A-133 for the fiscal year ended June 30, 2001.

UNIVERSITY AND COMMUNITY COLLEGE SYSTEM OF NEVADA

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2001

Fiscal Year	Finding Number	Finding	CFDA Number	Questioned Costs	Comments
2000	UNR #1	During our testing on the A-133 cost allocability requirements, we noted one instance of supplies being used on a variety of projects; however, the costs were only being allocated to one award.	66.500	\$ 165	The Grants Office reminded, in writing, personnel in the department responsible for charging supplies to multiple projects to be more aware of the allocability requirement. The Grants Office has and will continue to inform the departments of the allocability requirement whenever they wish to charge supplies to multiple projects.
2000	UNLV #1	We noted one foreign travel expenditure on a grant that disallowed such costs.	81.049	\$1,095	UNLV obtained sponsor approval for the cost questioned on July 11, 2000. Grants and Contracts will continue to monitor expenses for compliance with sponsor terms and conditions.

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