
UNIVERSITY OF CENTRAL MISSOURI
UNIFORM GUIDANCE
SINGLE AUDIT REPORT
JUNE 30, 2016

Contents

	Page
Independent Auditors' Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With <i>Government Auditing Standards</i>	1 - 2
Independent Auditors' Report On Compliance For Each Major Federal Program; Report On Internal Control Over Compliance; And Report On Schedule Of Expenditures Of Federal Awards Required By The Uniform Guidance	3 - 5
Schedule Of Expenditures Of Federal Awards.....	6 - 8
Notes To Schedule Of Expenditures Of Federal Awards	9 - 10
Schedule Of Findings And Questioned Costs	11 - 13
Summary Schedule Of Prior Audit Findings.....	14



RubinBrown LLP
Certified Public Accountants
& Business Consultants

10975 Grandview Drive
Suite 600
Overland Park, KS 66210

T 913.491.4144
F 913.491.6821

W rubinbrown.com
E info@rubinbrown.com

**Independent Auditors' Report On Internal Control
Over Financial Reporting And On Compliance And
Other Matters Based On An Audit Of Financial
Statements Performed In Accordance With
*Government Auditing Standards***

Board of Governors
University of Central Missouri
Warrensburg, Missouri

We have audited, in accordance with the 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, the financial statements of the University of Central Missouri (the University) as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the University's basic financial statements, and have issued our report thereon dated October 7, 2016. Our report includes a reference to other auditors who audited the financial statements of University of Central Missouri Foundation, a discretely presented component unit of the University, as described in our report on the University's financial statements. The financial statements of the University of Central Missouri Foundation were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with the University of Central Missouri Foundation.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the University's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control. Accordingly, we do not express an opinion on the effectiveness of the University's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance And Other Matters

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

Purpose Of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the University's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

RubinBrown LLP

October 7, 2016



**Independent Auditors' Report On Compliance
For Each Major Federal Program; Report On
Internal Control Over Compliance; And Report
On Schedule Of Expenditures Of Federal
Awards Required By The Uniform Guidance**

Board of Governors
University of Central Missouri
Warrensburg, Missouri

Report On Compliance For Each Major Federal Program

We have audited the University of Central Missouri's (the University) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the University's major federal programs for the year ended June 30, 2016. The University's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the University's major federal programs based on our audit of the types of compliance requirements referred to above. 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 the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the University's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the University's compliance.

Opinion On Each Major Federal Program

In our opinion, the University complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.

Report On Internal Control Over Compliance

Management of the University is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the University's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the University's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report On Schedule Of Expenditures Of Federal Awards Required By The Uniform Guidance

We have audited the financial statements of the University as of and for the year ended June 30, 2016, and have issued our report thereon dated October 7, 2016, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statements. Such information is the responsibility of management, and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

RubinBrown LLP

October 7, 2016

UNIVERSITY OF CENTRAL MISSOURI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended June 30, 2016

Federal Grantor/Pass-Through Grantor/ Program Or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Pass- Through To Sub- recipients
U.S. Department Of Education				
Student Financial Aid Cluster -Direct				
TEACH Grants	84.379		\$ 39,043	\$ —
Federal SEOG	84.007		195,964	—
Federal Work Study	84.033		254,451	—
Federal Pell Grants	84.063		14,899,205	—
Federal Direct Student Loans	84.268		55,828,276	—
Federal Perkins Loan	84.038		1,360,472	—
<i>Total Student Financial Aid Cluster - Direct</i>			<u>72,577,411</u>	—
TRIO Cluster - Direct				
Student Support Services	84.042		288,257	—
McNair Central Achievers Program	84.217		257,265	—
<i>Total TRIO Cluster - Direct</i>			<u>545,522</u>	—
Passed Through Missouri Department Of Elementary And Secondary Education				
Migrant English Language Learning - Indirect	84.011	unknown	107,319	—
Special Education Cluster (IDEA) - Indirect				
Special Education Consultants - RPDC - PLC	84.027	unknown	74,999	—
Special Education Consultants - RPDC - Director Support	84.027	unknown	39,949	—
Special Education Consultants - RPDC - Improvement Consult	84.027	unknown	99,994	—
Special Education Consultants - RPDC - Positive Behavior	84.027	unknown	99,987	—
Special Education Consultants - RPDC - Consolidated Work	84.027	unknown	324,986	—
<i>Total IDEA Cluster - Indirect</i>			<u>639,915</u>	—
Collaborating With Other Educator Preparation Programs	84.325A	3H325A120003	1,007	—
Total U.S. Department Of Education			<u>73,871,174</u>	—

UNIVERSITY OF CENTRAL MISSOURI

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)
For The Year Ended June 30, 2016**

Federal Grantor/Pass-Through Grantor/ Program Or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Pass- Through To Sub- recipients
U.S. Department Of Transportation				
Passed Through Missouri Division Of Highway Safety				
Airport Improvement Program	20.106	#14-019A-1	\$ 512,997	\$ —
Highway Safety Cluster				
Crash Investigation Training	20.600	#16-AI-04-001	28,644	—
Driver Improvement Program	20.600	#15-DE-02-005	9,093	—
Crash Investigation Training	20.600	#15-AI-04-001	16,777	—
Instructor Development Training	20.600	#15-PT-02-004	1,184	—
FY16 Driver Improvement Program	20.600	#16-PT-02-104	24,964	—
			<u>80,662</u>	<u>—</u>
Drug Impaired Driving FY15	20.616	#15-M5TR-03-001	58,656	—
FY15 Enforcement Youth Seatbelt	20.616	#15-M2HVE-05-027	2,476	—
FY15 Enforcement CPS Week	20.616	#15-M2HVE-05-022	38,573	36,106
FY15 Enforcement CIOT	20.616	#15-M2HVE-05-020	17,630	15,131
FY16 Enforcement CIOT	20.616	#16-M2OP-05-006	85,464	70,866
FY16 Child Passenger Seat Week	20.616	#16-M2HVE-05-001	7,514	—
FY16- Enforcement - Youth Seat Belt	20.616	#16-M2HVE-05-002	47,167	36,033
FY16 Impaired Driving Countermeasures	20.616	#16-M5OT-03-003	622,497	—
FY16 Survey - Teen (High School) Seat Belt	20.616	#16-M2HVE-05-004	67,390	—
FY16 Survey - Statewide Seat Belt	20.616	#16-M2OP-05-007	122,198	—
FY15 Teen Seatbelt Survey	20.616	#15M2OP-05-001	9,315	—
FY15 Statewide Seatbelt Safety	20.616	#15-M2OP-05-002	13,226	—
FY15 Enforcement- Statewide DWI	20.616	#15-M5HVE-03-035	148,933	143,758
			<u>1,241,039</u>	<u>301,895</u>
<i>Total Highway Safety Cluster</i>			<u>1,321,701</u>	<u>301,895</u>
Alcohol Open Container Requirements Program				
Impaired Driving Countermeasures	20.607	#14-154-AL-063	(2,489)	—
Impaired Driving Countermeasures - ADM	20.607	#15-154-AL-001	71,373	—
Impaired Driving Countermeasures - BAC	20.607	#15-154-AL-001	121,570	—
Impaired Driving Countermeasures - SFST	20.607	#15-154-AL-001	7,569	—
Impaired Driving Countermeasures - Ignition Interlock	20.607	#15-154-AL-001	3,822	—
Impaired Driving Countermeasures - Sobriety Checkpoint	20.607	#15-154-AL-001	2,599	—
FY16 Enforcement - Drive Sober Campaign	20.607	#16-154-AL-141	280,037	240,067
<i>Total Alcohol Open Container Requirements Program</i>			<u>484,481</u>	<u>240,067</u>
Total U.S. Department Of Transportation			<u>2,319,179</u>	<u>541,962</u>
U.S. Department Of Health And Humans Services				
Passed Through Missouri Department Of Health And Senior Services				
Implementation of Violence Prevention Strategy	93.136	AOC15380142	2,182	—
Implementation of Violence Prevention Strategy	93.136	AOC15380142	14,600	—
Implementation of Violence Prevention Strategy	93.136	AOC15380142	48,298	—
			<u>65,080</u>	<u>—</u>
NIOSH/IPA - Direct	93.362	#12-IPA-1213320	19,838	—
Total U.S. Department Of Health And Human Services			<u>84,918</u>	<u>—</u>

UNIVERSITY OF CENTRAL MISSOURI

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS *(Continued)* For The Year Ended June 30, 2016

Federal Grantor/Pass-Through Grantor/ Program Or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Pass- Through To Sub- recipients
U.S. Small Business Administration Passed-Through The Curators Of The University Of Missouri SBDC Grant	59.037	C00048775-6	\$ 37,931	\$ —
National Science Foundation Passed-Through The University Of Evansville Resequencing Calculus Phase 2	47.076	290206-04	3,154	—
U.S. Department Of Agriculture Passed-Through The Missouri Department Of Health And Senior Services				
USDA Sustainability Building Grant	10.326	#13004-002	10,298	—
USDA Sustainability Building Grant	10.326	#13004-002	1,222	—
Food Security Through Linking Resources	10.326	#13173-004	38,079	—
			<u>49,599</u>	<u>—</u>
Rural Business Enterprise Grant (RBEG)	10.769	29-051-446000293	17,673	—
Child and Adult Care Food Program	10.558	ERS46110155	45,595	—
Total U.S. Department Of Agriculture			<u>112,867</u>	<u>—</u>
National Endowment For The Arts Pleiades Website Development	45.024	15-5200-7076	4,911	—
U.S. Department Of Justice Passed Through Missouri Department Of Public Safety Enforcing Underage Drinking Laws Project	16.727	2009-EUDL-AF-01	28,774	—
U.S. Department Of Housing And Urban Development Passed-Through Missouri Department Of Economic Development Community Development Block Grant Program JCEDC Missouri Innovation Campus	14.228	2008-DI-93	66,089	—
U.S. Environmental Protection Agency Passed-Through Missouri Department Of Natural Resources MO Wetland Rapid Assessment Method & Education Outreach	66.461	CD-97738401	6,769	—
U.S. Department Of Labor Passed Through Missouri Department Of Elementary And Secondary Education MCCE Administration	17.275	unknown	(579)	—
Total Expenditures Of Federal Awards			<u>\$ 76,535,187</u>	<u>\$ 541,962</u>

UNIVERSITY OF CENTRAL MISSOURI

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

June 30, 2016

1. Organization

The accompanying schedule of expenditures of federal awards presents the activity of all federal award programs of University of Central Missouri (the University) for the year ended June 30, 2016. All federal awards received directly from federal agencies, as well as federal awards passed through other governmental agencies, are included on the schedule.

2. Basis Of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the University under programs of the federal government for the year ended June 30, 2016. The information in this schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the Uniform Guidance). Because the schedule presents only a selected portion of the operations of the University, it is not intended to and does not present the financial position, changes in net position or cash flows of the University.

3. Summary Of Significant Accounting

Expenditures reported on the schedule are reported on the accrual basis of accounting. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

4. Indirect Cost Rate

The University has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

UNIVERSITY OF CENTRAL MISSOURI

Notes To Schedule Of Expenditures Of Federal Awards (*Continued*)

5. Federal Student Loan Programs

The federal student loan program listed subsequently is administered directly by the University, and balances and transactions relating to this program is included in the University's basic financial statements. Loans made during the year are included in the federal expenditures presented in the schedule. The balance of loans outstanding at June 30, 2016 consists of:

<u>CFDA Number</u>	<u>Program Name</u>	<u>Outstanding Balance</u>
84.038	Perkins Loan Program	\$ 6,915,730

The University is responsible only for the performance of certain administrative duties with respect to the Federal Direct Loan Program.

UNIVERSITY OF CENTRAL MISSOURI
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For The Year Ended June 30, 2016

Section I - Summary Of Auditors' Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? yes x no
- Significant deficiency(ies) identified? yes x none reported

Noncompliance material to financial statements noted?

 yes x no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes x no
- Significant deficiency(ies) identified? yes x none reported

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

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

 yes x no

Identification of major programs:

<u>Name Of Federal Program Or Cluster</u>	<u>CFDA Number</u>
Student Financial Aid Cluster	
Federal SEOG	84.007
Federal Work Study	84.033
Federal Perkins Loans	84.038
Federal Pell Grants	84.063
Federal Direct Student Loans	84.268
TEACH Grants	84.379
Highway Safety Cluster	
State and Community Highway Safety	20.600
National Priority Safety Programs	20.616
Alcohol Open Container Requirements Program	20.607

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

\$750,000

Auditee qualified as low-risk auditee?

 x yes no

UNIVERSITY OF CENTRAL MISSOURI

SCHEDULE OF FINDINGS AND QUESTIONED COSTS *(Continued)*
For The Year Ended June 30, 2016

Section II - Financial Statement Findings

None

UNIVERSITY OF CENTRAL MISSOURI

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (*Continued*)
For The Year Ended June 30, 2016**

Section III - Federal Award Findings And Questioned Costs

None

UNIVERSITY OF CENTRAL MISSOURI

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For The Year Ended June 30, 2015

None