

*Rutgers, The State University of
New Jersey*

Independent Auditors' Report and Reports on
Internal Controls and Compliance as Required
Under Federal Office of Management and Budget
Circular A-133

Financial Statements and
*Supplemental Schedule of
Expenditures of Federal Awards*
Year Ended June 30, 2001

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

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**PART I - FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULE OF
EXPENDITURES OF FEDERAL AWARDS**

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

PART I - FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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INDEPENDENT AUDITORS' REPORT

The Board of Governors
The Board of Trustees
Rutgers, The State University of New Jersey

We have audited the accompanying financial statements of Rutgers, The State University of New Jersey (the "University") as of June 30, 2001 and for the year then ended, listed in the foregoing table of contents. These financial statements are the responsibility of the management of the University. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the University's 2000 financial statements; and in our report dated August 30, 2000, we expressed an unqualified opinion in those financial statements.

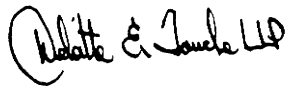
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial statement audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that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

In our opinion, such financial statements present fairly, in all material respects, the financial position of the University at June 30, 2001 and the current funds revenues, expenditures and other changes and the changes in fund balances for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 14 to the financial statements, in 2001 the University changed its method of accounting for non-exchange transactions to conform to Governmental Accounting Standards Board Statement No. 33 and, retroactively, restated the 2000 summarized comparative information for the change.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of the University taken as a whole. The accompanying schedule of expenditures of federal awards, is presented for purpose 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. This schedule is the responsibility of the management of the University. Such information has been subjected to the auditing procedures applied in our audit of the basic financial statements and, in our opinion, is fairly stated in all material respects, when considered in relation to the basic financial statements taken as a whole.

In accordance with *Government Auditing Standards*, we have also issued a report dated August 31, 2001 on our consideration of the University's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts 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.

A handwritten signature in black ink, appearing to read "Deloitte & Touche LLP". The signature is written in a cursive, flowing style.

August 31, 2001

Rutgers, The State University of New Jersey

Balance Sheet

JUNE 30, 2001

(WITH COMPARATIVE AMOUNTS FOR 2000)

(dollars in thousands)

	Current Funds	Loan Funds	Endowment Funds	Plant Funds	Total 2001	Total 2000
ASSETS:						
Cash and Cash Equivalents	\$119,060	\$1,501	\$27,535	\$93,813	\$241,909	\$270,406
Investments	86,515		334,722	86,602	507,839	525,579
Accounts Receivable (net)	59,021		93		59,114	62,425
Students' Notes Receivable (net)		36,547			36,547	35,710
Pledges Receivable (net)	8,324				8,324	8,344
Inventories	3,724				3,724	5,116
Prepaid Expenses and Deferred Charges	7,172			5,215	12,387	11,100
Construction Costs Reimbursable				22,699	22,699	4,750
Land				38,052	38,052	35,682
Land Improvement (net)				43,171	43,171	34,304
Buildings (net)				945,447	945,447	914,412
Equipment (net)				169,557	169,557	155,941
Intangible Assets (net)				28,525	28,525	
Construction in Progress				82,848	82,848	50,889
Total Assets	\$283,816	\$38,048	\$362,350	\$1,515,929	\$2,200,143	\$2,114,658
LIABILITIES:						
Accounts Payable and Accrued Expenses	\$73,339				\$73,339	\$68,742
Deferred Revenues	29,118				29,118	26,681
Payroll Withholdings	6,117				6,117	6,667
Annuities Payable			\$6,011		6,011	5,821
Notes Payable				\$1,677	1,677	1,723
Bonds Payable				404,315	404,315	419,145
Capitalized Lease Obligations				65,734	65,734	62,980
Other Payables	1,219			20,738	21,957	17,690
Total Liabilities	109,793		6,011	492,464	608,268	609,449
FUND BALANCES:						
Unrestricted-Designated	80,367	\$610			80,977	70,786
Restricted	93,656	7,635			101,291	93,382
U.S. Government Grants Refundable		29,803			29,803	29,737
Endowment			185,782		185,782	189,066
Term Endowment			25,269		25,269	28,446
Quasi-endowment:						
Designated			77,423		77,423	84,864
Restricted			61,206		61,206	71,046
Annuity and Life Income			6,659		6,659	5,083
Unexpended Plant Funds:						
Designated				130,615	130,615	128,394
Restricted				3,426	3,426	3,383
Debt Retirement				8,635	8,635	8,805
Net Investment in Plant				880,789	880,789	792,217
Total Fund Balances	174,023	38,048	356,339	1,023,465	1,591,875	1,505,209
Total Liabilities and Fund Balances	\$283,816	\$38,048	\$362,350	\$1,515,929	\$2,200,143	\$2,114,658

See accompanying notes to the financial statements

Rutgers, The State University of New Jersey

Statement of Current Funds Revenues, Expenditures and Other Changes

FOR THE YEAR ENDED JUNE 30, 2001

(WITH COMPARATIVE AMOUNTS FOR 2000)

(dollars in thousands)

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total 2001</u>	<u>Total 2000</u>
REVENUES:				
Educational and General:				
Student Tuition and Fees	\$318,213		\$318,213	\$297,715
State Appropriations	342,300		342,300	326,554
Fringe Benefits Paid Directly by the State of New Jersey	94,781		94,781	94,983
Federal Appropriations	7,159		7,159	7,584
Federal Grants and Contracts		\$219,187	219,187	216,545
State and Municipal Grants and Contracts		77,197	77,197	65,418
Gifts, Private Grants and Contracts	1,339	67,164	68,503	64,720
Endowment and Investment Income	18,742	8,923	27,665	25,320
Indirect Costs Recovered	29,481		29,481	27,820
Other Sources	16,581	5,950	22,531	21,383
Total Educational and General Revenues	<u>828,596</u>	<u>378,421</u>	<u>1,207,017</u>	<u>1,148,042</u>
Auxiliary Enterprises	165,005		165,005	158,547
Total Revenues	<u>993,601</u>	<u>378,421</u>	<u>1,372,022</u>	<u>1,306,589</u>
EXPENDITURES AND MANDATORY TRANSFERS:				
Educational and General:				
Instruction and Departmental Research	389,513	12,513	402,026	383,598
Sponsored Research		106,841	106,841	99,566
Other Separately Budgeted Research	64,326		64,326	59,998
Other Sponsored Programs		49,896	49,896	48,796
Extension and Public Service	22,119	4,750	26,869	23,643
Libraries	30,517	2,067	32,584	30,609
Student Services	43,609	3,115	46,724	45,000
Operation and Maintenance of Plant	100,836	301	101,137	94,279
General Administration and Institutional	82,193	3,094	85,287	75,832
Student Aid	25,680	189,442	215,122	205,352
Educational and General Expenditures	<u>758,793</u>	<u>372,019</u>	<u>1,130,812</u>	<u>1,066,673</u>
Mandatory Transfers:				
Principal and Interest	21,999		21,999	21,373
Loan Funds Matching Grants	63		63	39
Total Educational and General	<u>780,855</u>	<u>372,019</u>	<u>1,152,874</u>	<u>1,088,085</u>
Auxiliary Enterprises:				
Expenditures	144,467		144,467	133,096
Mandatory Transfers for Principal and Interest	18,047		18,047	18,198
Total Auxiliary Enterprises	<u>162,514</u>		<u>162,514</u>	<u>151,294</u>
Total Expenditures and Mandatory Transfers	<u>943,369</u>	<u>372,019</u>	<u>1,315,388</u>	<u>1,239,379</u>
OTHER TRANSFERS				
Transfers to Plant Funds for Deferred				
Maintenance and Capital Improvements	(41,307)		(41,307)	(49,442)
Other Transfers	1,274	1,288	2,562	5,898
Net Increase in Fund Balances	<u>\$10,199</u>	<u>\$7,690</u>	<u>\$17,889</u>	<u>\$23,666</u>

See accompanying notes to the financial statements.

Rutgers, The State University of New Jersey

Statement of Changes in Fund Balances

FOR THE YEAR ENDED JUNE 30, 2001 (Note 1)

(dollars in thousands)

	Current Funds		Loan Funds	Endowment Funds	Plant Funds		Net Investment
	Unrestricted	Restricted			Unexpended	Debt Retirement	
REVENUES AND OTHER ADDITIONS:							
Educational and General Revenues	\$828,596						
Auxiliary Enterprises Revenues	165,005						
Federal Grants and Contracts		\$240,842					
State and Municipal Grants and Contracts		78,326					
Gifts, Private Grants and Contracts		74,193	\$1	\$24,264	\$2,526		\$32,585
State Capital Appropriations					23,813		
Federal Advances			188				
Investment Income		8,045	996	913	9,432	(\$14)	
Expended for Plant Facilities (including \$34,696 charged to current funds)							105,316
Debt Retirement							17,186
Student Tuition and Fees						4,356	
Net Increase (Decrease) in Fair Value of Investments				(41,391)	1,744		
Matured Annuity and Life Income Funds		878					
Other Sources		5,950	159	208	1,368		
Total Revenues and Other Additions	<u>993,601</u>	<u>408,234</u>	<u>1,344</u>	<u>(16,006)</u>	<u>38,883</u>	<u>4,342</u>	<u>155,087</u>
EXPENDITURES AND OTHER DEDUCTIONS:							
Educational and General Expenditures	758,793	372,019					
Auxiliary Enterprises Expenditures	144,467						
Refunds to Grantors		332					
Administrative and Collection Costs			757				
Matured Annuity and Life Income Funds				878			
Expended for Plant Facilities (including non-capitalized expenditures of \$10,602)					81,222		1,066
Disposal of Plant Facilities							65,449
Depreciation Expense							17,186
Debt Retirement						26,705	
Interest on Debt							
Indirect Costs Recovered		29,481					
Other Deductions			325	139			
Total Expenditures and Other Deductions	<u>903,260</u>	<u>401,832</u>	<u>1,082</u>	<u>1,017</u>	<u>81,222</u>	<u>43,891</u>	<u>66,515</u>
TRANSFERS AMONG FUNDS:							
ADDITIONS (DEDUCTIONS)							
Mandatory:							
Principal and Interest	(40,046)					40,046	
Loan funds Matching Grants	(63)		63				
Transfers to Plant Funds for Deferred Maintenance and Capital Improvements	(41,307)				41,307		
Other Transfers	1,274	1,288	(48)	(5,143)	3,296	(667)	
Total Transfers	<u>(80,142)</u>	<u>1,288</u>	<u>15</u>	<u>(5,143)</u>	<u>44,603</u>	<u>39,379</u>	<u>0</u>
Net Increase for the Year	10,199	7,690	277	(22,166)	2,264	(170)	88,572
Fund Balances at Beginning of Year	<u>70,168</u>	<u>85,966</u>	<u>37,771</u>	<u>378,505</u>	<u>131,777</u>	<u>8,805</u>	<u>792,217</u>
Fund Balances at End of Year	<u>\$80,367</u>	<u>\$93,656</u>	<u>\$38,048</u>	<u>\$356,339</u>	<u>\$134,041</u>	<u>\$8,635</u>	<u>\$880,789</u>

See accompanying notes to the financial statements

Rutgers, The State University of New Jersey

Notes to the Financial Statements

FOR THE YEAR ENDED JUNE 30, 2001

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING AND REPORTING POLICIES

Basis of Accounting

The financial statements of Rutgers, The State University of New Jersey (the "University") have been prepared on the accrual basis of accounting and in accordance with accounting principles generally accepted with United States of America and as prescribed by the Governmental Accounting Standards Board ("GASB") and the American Institute of Certified Public Accountants' Audit Guide for Colleges and Universities.

In order to ensure observance of limitations and restrictions placed on the use of the resources available to the University, the accounts of the University are maintained in accordance with the principles of fund accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds, according to the activities or objectives specified. Separate accounts are 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 groups.

The Current Funds group accounts for those economic resources which are expendable for performing the primary missions of the University (instruction, research and public service) during the current fiscal year. The current funds group has two basic subgroups: unrestricted-designated and restricted.

Current Unrestricted-Designated Funds are resources received by the University that have no limitations or stipulations placed on them by external agencies or donors. However, these funds have been designated by the governing boards or management to support a wide variety of programs including student activities, research projects, continuing education and summer programs, agricultural experiment station activities, junior year abroad programs, auxiliary enterprises and other self-supporting organized activities relating to educational departments.

Current Restricted Funds are those available for financing operations, but which are restricted by donors and other external agencies as to specific purposes, programs, departments or schools.

The Loan Funds group accounts for resources, primarily from the Federal government, which provide loans to students on a revolving basis (repayments of principal and interest become available for loans to other students).

The Endowment Funds group accounts for those resources that have been set aside and invested, either as required by the provider of the resources or as determined by the University's governing board or management. Endowments are gifts and bequests which are to be invested in perpetuity with the earnings on those investments to be used as specified by the donor in the gift instrument. Term endowment funds are similar to endowment funds, except 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. Quasi-endowment funds have been established by the governing boards for the same purposes as endowment funds, but any portion of these funds may be expended subject to donor imposed restrictions.

The Endowment Funds group also includes annuity and life income funds. Annuity funds consist of resources donated to the University on the condition that the University pay a stipulated amount to the donors or their designees for a specified time or until death of the annuitant. Life Income funds consist of resources contributed to the University subject to the requirement that the institution periodically pay the income earned on the assets to designated beneficiaries.

The Plant Funds group accounts for resources to be used for construction, renovation and acquisition of long-lived assets for University purposes, funds set aside for renewal and replacement of University properties, funds related to debt retirement and funds already expended in plant assets. The debt retirement fund balance consists primarily of funds held with a trustee for repair and replacement reserve requirements associated with the University's debt.

Reporting Entity

The University's financial statements and notes thereto include the financial statements of the Rutgers University Foundation (the "Foundation"). The Foundation was formed to aid the University in obtaining private funds and other resources to meet the needs and achieve the goals of the University. Although the Foundation is a legally separate, non-profit corporation, it exists for the benefit of the University and is considered a component unit of the University. Its balances and transactions were blended with those of the University for reporting purposes, in accordance with GASB Statement No. 14, "The Financial Reporting Entity."

Under the law, the University is an instrumentality of the State of New Jersey with a high degree of autonomy. However, under GASB Statement No. 14, the University is considered a component unit of the State of New Jersey for financial reporting purposes. Accordingly, the University's financial statements are included in the State of New Jersey's Comprehensive Annual Financial Report.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, cash on deposit with commercial banks, money market funds, commercial paper, treasury bills and repurchase agreements.

Investments

Investments are recorded at fair value in the balance sheet. The year-to-year change in the fair value of investments held in each fund group is reported in the Statement of Changes in Fund Balances and the Statement of Current Funds Revenues, Expenditures and Other Changes.

The fair value of investments is based on the last sale price on the last business day of the fiscal year as quoted by an industry standard pricing service. Securities for which no sale was reported as of the close of the last business day of the fiscal year are valued by this pricing service based on market evaluations using standard trade publications and other quote devices.

Net realized and unrealized gains (losses) are included in Net Increase (Decrease) in Fair Value of Investments in the Statement of Changes in Fund Balances and in Endowment and Investment Income in the Statement of Current Funds Revenues, Expenditures and Other Changes.

Funds Held in Trust

Funds held in trust by others and not in the possession of, nor under the control of, the University are not included in the University's cash and investments. The market value of such funds aggregated approximately \$55.8 million at June 30, 2001 (\$61.9 million in 2000). Income derived from such irrevocable trust funds held by others, aggregating approximately \$1.8 million in 2001 and \$1.5 million in 2000, is reported in the accompanying financial statements as current restricted funds revenues.

Inventories

Inventories are stated at lower of cost or market. Cost is determined principally on a first-in, first-out basis.

Property, Buildings and Equipment

Property, buildings and equipment are recorded at cost at the date of acquisition, or fair market value on the date of gift if donated, and are shown net of accumulated depreciation. Depreciation is recognized as a reduction in the Net Investment in Plant Fund balance using the straight line method over the assets' estimated useful lives, ranging from 5 to 50 years. Library books totaling approximately 4.7 million volumes have not been capitalized.

Intangible Assets

Intangible Assets include the fair value of patents donated to the University. These patents are associated with educational and research activities at the University.

Deferred Revenues and Deferred Charges

Deferred revenues and deferred charges include summer session activity which will be recognized as revenue and expense in current funds in the following fiscal year. Deferred charges also include the discount on certain University bond issues which will be amortized in plant funds over the terms of the respective bond issues.

Statement of Current Funds Revenues and Expenditures

The Statement of Current Funds Revenues, Expenditures and Other Changes is a statement of financial activities of current 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.

To the extent that current funds are used to finance plant assets, the amounts so provided are accounted for as (1) expenditures, in the case of normal replacement of movable equipment and library books, (2) mandatory transfers, in the case of required provisions for debt amortization and interest and (3) transfers of a non-mandatory nature for deferred maintenance and capital improvements.

Current fund expenditures include \$126.2 million in 2001 (\$122.0 million in 2000) of employee fringe benefit costs (pensions, F.I.C.A., health and others) paid directly by the State of New Jersey. Of this amount, \$31.4 million (\$27.0 million in 2000) was reimbursed to the State from amounts recovered from self-supporting operations and sponsored programs.

Student Aid

The University distributes loans to students under the Federal Direct Student Loan Program. Under this program, the U.S. Department of Education makes interest subsidized and unsubsidized loans, through schools, directly to students. During the year ended June 30, 2001, the University disbursed \$110.4 million (\$108.6 million in 2000) under the Federal Direct Loan Program. The activity of this program is reflected in the accompanying financial statements as current restricted funds revenues and expenditures. Direct student loans receivable are not included in the University's balance sheet since they are repayable directly to the U.S. Department of Education.

The University also distributes funds on behalf of the Federal and State governments to students under the Federal Pell Grant Program and the State of New Jersey Tuition Aid Grant Program, the Educational Opportunity Fund and the Garden State Scholarship Program. The activity of these programs is reflected in the accompanying financial statements as current restricted funds revenues and expenditures.

Income Taxes

The University is exempt from income taxes on related income pursuant to Federal and State tax laws as an instrumentality of the State of New Jersey.

NOTE 2 – CASH AND INVESTMENTS

Cash and Cash Equivalents

The cash and cash equivalents balance at June 30, 2001 includes a negative cash book balance of \$4.0 million resulting from the use of controlled disbursement bank accounts. The actual amount of cash on deposit in the University's bank accounts at June 30, 2001 was \$16.7 million. Of this amount, \$0.8 million was insured by the Federal Deposit Insurance Corporation, \$13.9 million was secured by the State of New Jersey Governmental Unit Deposit Protection Act and \$2.0 million was uninsured and uncollateralized. Cash equivalent investments are categorized by credit risk in the table below.

Investments

The Board of Governors and the Board of Trustees, through a Joint Investment Committee, have authority over the investment of University funds. Professional investment managers are engaged by the University to manage the investment of funds in accordance with the investment policies and objectives established by the Joint Investment Committee. Under current policies, investment managers may invest only in investment grade marketable securities. In addition, under the terms of the University's bond indentures, bond proceeds and debt service funds may be invested and reinvested only in obligations which will by their terms mature on or before the date funds are needed for expenditure or withdrawal.

The University's investments at June 30, 2001 are categorized by credit risk in the table below. Credit risk pertains to custodial risk, which is the risk that the University will not be able to recover the value of investment or collateral securities that are in the possession of an outside party if the counterparty to the investment transaction fails. Credit risk should not be confused with market risk, which is the risk that the market value of a security may decline. There are three categories of credit risk as defined in GASB Statement No. 3, "Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements." Category 1 includes investments that are insured or registered or for which the securities are held by the University or its agent in the University's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the University's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the University's name.

	Category 1	Category 2	Total
Cash Equivalents:			
Commercial Paper		\$158,937	\$158,937
Government Agency Discount Notes		6,999	6,999
Money Market Funds	\$8,325	64,482	72,807
Repurchase Agreements		7,168	7,168
Total Cash Equivalents	<u>\$8,325</u>	<u>\$237,586</u>	<u>\$245,911</u>
Investments:			
Federal and State Government Securities	\$45,178	\$167,608	\$212,786
Corporate Equity Securities	192,573	19,334	211,907
Corporate Debt Securities	49,632	10,094	59,726
Asset-backed Securities	13,298	10,122	23,420
Total Investments	<u>\$300,681</u>	<u>\$207,158</u>	<u>\$507,839</u>

Investments - Endowment Funds

The majority of endowment funds assets are combined into two separate investment pools. Each individual fund subscribes to or disposes of units in the pools on the basis of the per-unit market value at the beginning of the three-month period within which the transaction takes place. At June 30, 2001, the pooled assets had a total market value of \$298.2 million (\$324.6 million in 2000). In addition, the aggregate market value of endowment funds assets separately invested was \$64.0 million at June 30, 2001 (\$59.7 million in 2000).

The University employs a spending policy which provides for annual spending at a stated rate determined by the Joint Investment Committee of the Board of Governors and the Board of Trustees. Income earned above the stated rate is reinvested and added to the endowment principal, while any shortfall is covered by capital appreciation.

NOTE 3 - RECEIVABLES AND ALLOWANCE FOR DOUBTFUL ACCOUNTS

Accounts receivable are shown net of the allowance for doubtful accounts and were comprised of the following at June 30, 2001 (dollars in thousands):

	Accounts Receivable	Allowance	Net 2001	Net 2000
Government Grants Receivable and Other Sponsored Programs	\$47,094	\$500	\$46,594	\$44,174
Student Accounts Receivable	3,232	1,116	2,116	1,787
Other	11,188	784	10,404	16,464
Total	<u>\$61,514</u>	<u>\$2,400</u>	<u>\$59,114</u>	<u>\$62,425</u>

Students' notes receivable in the balance sheet are also shown net of the allowance for doubtful notes which amounted to \$3.9 million at June 30, 2001 (\$4.0 million in 2000).

The allowances for doubtful accounts and notes are based upon management's best estimate of uncollectible accounts and notes at the balance sheet date, considering type, age, collection history and other appropriate factors.

NOTE 4 - NOTES PAYABLE

Notes payable at June 30, 2001 and 2000 consist of an unsecured note payable to the U.S. Department of Education with interest at 5.50%, final installment due January 1, 2021.

The University has an unsecured \$20 million line of credit with a bank to be used for interim financing requirements. The amount available under the line of credit is reduced by a \$.1 million letter of credit which is used as collateral for certain insurance policies. No portion of the line of credit is in use, and no funds have been drawn on the letter of credit as of June 30, 2001 or 2000.

NOTE 5 - PROPERTY, BUILDINGS AND EQUIPMENT

Property, buildings and equipment consisted of the following at June 30, 2001 (dollars in thousands):

	Cost	Accumulated Depreciation	Net 2001	Net 2000
Land	\$38,052		\$38,052	\$35,682
Land Improvements	80,324	\$37,153	43,171	34,304
Buildings	1,333,111	387,664	945,447	914,412
Equipment	483,448	313,891	169,557	155,941
Total	<u>\$1,934,935</u>	<u>\$738,708</u>	<u>\$1,196,227</u>	<u>\$1,140,339</u>

NOTE 6 - BONDS PAYABLE

A summary of bonds issued and outstanding at June 30, 2001 and 2000 is as follows (dollars in thousands):

	Date Of Series	Original Amount	Outstanding June 30,	
			2001	2000
Revenue Refunding Bonds:				
Series A, 3.13%, due serially to May 1, 2001	May 1, 1967	\$5,025		\$75
Series R, 6.51% effective, due serially to May 1, 2009 and term bonds due May 1, 2018	Feb. 1, 1992	90,655	\$71,685	74,035
Series S, 5.11% effective, due serially to May 1, 2014	Apr. 15, 1993	35,170	21,355	23,365
Series T, 5.34% effective, due serially to May 1, 2016	Apr. 15, 1993	36,270	28,015	29,215
Series U, 4.89% effective, due serially to May 1, 2021	Dec. 1, 1997	40,015	35,035	36,410
Total Revenue Refunding Bonds		207,135	156,090	163,100
Revenue Bonds:				
Series E, 3.75%, due serially to May 1, 2016	May 1, 1967	1,200	615	645
Series F, 3.00%, due serially to May 1, 2016	Nov. 1, 1967	2,350	1,120	1,180
Series H, 5.90% effective, due serially to May 1, 2007	Nov. 1, 1970	8,300	3,030	3,430
Total Revenue Bonds		11,850	4,765	5,255
General Obligation Refunding Bonds:				
1992 Series A, 6.51% effective, due serially to May 1, 2007 and term bonds due May 1, 2018	Feb. 1, 1992	94,370	76,410	78,860
1993 Series 1, 5.32% effective, due serially to May 1, 2015	Apr. 15, 1993	10,275	7,710	8,080
1993 Series A, 5.12% effective, due serially to May 1, 2014 and term bonds due May 1, 2019	Oct. 1, 1993	81,600	64,615	66,840
Total General Obligation Refunding Bonds		186,245	148,735	153,780
General Obligation Bonds:				
1993 Series B, 5.37% effective, due serially to May 1, 2016	Apr. 15, 1993	28,020	22,680	23,660
1997 Series A, 5.34% effective, due serially to May 1, 2022 and term bonds due May 1, 2027	June 1, 1997	25,385	23,750	24,185
1998 Series A, 4.89% effective, due serially to May 1, 2018 and term bonds due May 1, 2020, 2023 and 2029	Nov. 1, 1998	50,000	48,295	49,165
Total General Obligation Bonds		103,405	94,725	97,010
Total Bonds		\$508,635	\$404,315	\$419,145

The Revenue Refunding Bonds, Series A and R-U, and the Revenue Bonds, Series E, F and H, were issued under an open-ended indenture of trust dated May 1, 1967 to finance the construction of auxiliary enterprise facilities and to consolidate previously outstanding bond indebtedness. Under the terms of the indenture, all bonds issued are direct and general obligations of the University and are in no way an obligation of the State of New Jersey. All revenues from auxiliary enterprise facilities constructed from the proceeds of the bonds, together with revenues from certain other such facilities, are pledged to secure the indebtedness and must be applied to (1) annual interest and amortization payments, (2) debt service reserve deficiencies, if any, (3) operating and maintenance expenses and (4) the funding of repair and replacement reserves. The excess of funds, after satisfying these requirements, is available to the University. The University has covenanted that so long as the bonds are outstanding it will not incur any other indebtedness secured by a pledge of the facility revenues, nor sell, mortgage or otherwise dispose of such facilities.

The General Obligation Refunding Bonds, 1992 and 1993 Series A, and General Obligation Bonds, 1993 Series B, 1997 and 1998 Series A, were issued under an open-ended indenture of trust, dated May 1, 1987, as supplemented; the General Obligation Refunding Bonds, 1993 Series 1, were issued under an indenture of trust, dated May 1, 1986. These bonds were issued to finance a portion of the cost of the renovation, construction and equipping of certain academic, research support and other facilities, as well as infrastructure development and land acquisitions of the University. Under the terms of the indentures, all bonds issued are direct and general obligations of the University and are in no way an obligation of the State of New Jersey.

Debt service payments over the next five years for the following bonds outstanding at June 30, 2001, are as follows (dollars in thousands):

	2002	2003	2004	2005	2006
Series E, F, H, R-U					
Principal	\$7,805	\$8,210	\$8,655	\$9,140	\$8,635
Interest	8,824	8,426	7,999	7,541	7,050
1993 Series 1					
Principal	390	410	430	450	470
Interest	400	381	361	339	316
1992, 1993, 1997 and 1998 Series A					
Principal	6,280	6,600	6,945	7,305	7,700
Interest	11,544	11,231	10,892	10,530	10,142
1993 Series B					
Principal	1,035	1,085	1,145	1,205	1,270
Interest	1,199	1,148	1,093	1,036	975
Total	<u>\$37,477</u>	<u>\$37,491</u>	<u>\$37,520</u>	<u>\$37,546</u>	<u>\$36,558</u>

NOTE 7 - CAPITALIZED LEASE OBLIGATIONS

Facilities Authority

Dormitories — Pursuant to the terms of a lease and agreement dated September 1, 1971 between the University and the New Jersey Educational Facilities Authority (the "Facilities Authority"), the University transferred to the Facilities Authority title to certain land, upon which dormitories have been constructed. In 1974, the Facilities Authority issued bonds in the aggregate amount of \$6.7 million at an effective interest cost of 5.95% per annum, for the purpose of providing long-term financing for the aforementioned facilities. Such bonds mature serially through 2008. In accordance with the agreement, the University is required to pay an annual rental to the Facilities Authority over the life of the agreement in amounts necessary to retire the bonds, including interest, provide sinking fund and reserve account requirements and reimburse the Facilities Authority for its administrative costs. As security for its obligation under the agreement, the University has pledged the revenues arising from the financed facilities. Upon retirement of the bonds, title to the land and facilities will revert to the University. Accordingly, the land and facilities have been capitalized with a corresponding liability classified as a capitalized lease obligation. At June 30, 2001, this liability was \$2.6 million (\$2.9 million in 2000).

Higher Education Capital Improvement Fund (HECIP) — Under the provisions of the State of New Jersey Higher Education Capital Improvement Fund Act (the "HECIP Act") of 1999 (P.L. 1999, c. 217), the University has been allocated \$169.0 million to help finance certain of its deferred maintenance and other capital needs. The funds are provided through bonds issued by the Facilities Authority. The University will be obligated to pay one-third of the debt service on the bonds when issued. On December 20, 2000, the Facilities Authority issued bonds, the University's portion of which amounted to \$75.0 million. The bonds bear an effective interest rate of 5.06% per annum and mature on September 1, 2020. Additional bonds will be issued in fiscal 2002 for the balance of the University's allocation. In accordance with the act, the University is required to make annual lease payments to retire 33.3% of the bonds, representing the University's portion, including interest. The State of New Jersey is obligated to pay the remaining 66.7% of the annual debt service. At June 30, 2001, the University had a capital lease obligation of \$5.4 million.

Housing Authority

In connection with a redevelopment project undertaken by the Housing and Urban Development Authority of the City of New Brunswick (the "Housing Authority"), a series of agreements were entered into by the University, the Housing Authority and Robert Wood Johnson University Hospital, Inc., the outcome of which was the construction of a student apartment complex, parking deck, health club facility and multi-unit retail center. Pursuant to the terms of the capital lease and agreement dated July 1, 1992 between the University and the Housing Authority, the Housing Authority issued bonds in the aggregate amount of \$55.3 million on July 23, 1992, at an effective interest rate of 6.23% per annum, for the purpose of providing long-term financing for the project. On December 1, 1998, these bonds were refinanced in the aggregate amount of \$54.5 million, at an effective interest rate of 4.83% per annum. Such bonds mature serially through 2024. In accordance with the agreement, the University is required to pay an annual rental to the Housing Authority over the life of the agreement in amounts necessary to retire the University's portion of the bonds, including interest, to provide for sinking fund and reserve account requirements and to reimburse the Housing Authority for its administrative costs. Upon retirement of the bonds, title to the student apartment complex, parking deck, health club facility and the related common space will be transferred to the University. Accordingly, the land and facilities have been capitalized with a corresponding liability classified as a capital lease obligation. At June 30, 2001, this liability was \$47.5 million (\$48.8 million in 2000). As discussed more fully below, a portion of this capital lease obligation is being funded under a sublease agreement.

Hospital Sublease

In conjunction with the Housing Authority capital lease and agreement, the University simultaneously entered into a sublease and agreement with the Robert Wood Johnson University Hospital, Inc. (the "Hospital"), dated July 1, 1992, whereby the Hospital agreed to lease a portion of the parking facility from the University. The sublease provides for an initial term of two years which commenced July 1992, renewable in six consecutive five year terms. In accordance with the sublease, the Hospital is required to pay an annual rental to the University over the life of the agreement, subject to termination payments to the University should the options to renew not be exercised. The payments received under this sublease are being used by the University to cover a proportional amount of the lease payments due to the Housing Authority. Upon retirement of the bonds, title to the Hospital's portion of the parking deck will be transferred to the Hospital. At June 30, 2001, the estimated present value of the Hospital sublease over the full lease term, including renewal periods, amounted to \$8.4 million (\$8.7 million in 2000). Payments required under the lease and agreement between the University and the Housing Authority are in no way conditional upon the receipt of payments from the Hospital under the sublease and agreement.

Development Authority

Pursuant to the terms of a lease and agreement dated September 1, 1993 between the University and the New Jersey Economic Development Authority (the "Development Authority"), the University transferred to the Development Authority title to certain land, upon which a facility was constructed to house the Visual Arts Department of the Mason Gross School of the Arts, the Edward J. Bloustein School of Planning and Public Policy and the Center for Urban Policy Research. On May 1, 1994, the Development Authority issued bonds in the aggregate amount of \$17.6 million, maturing serially through July 1, 2024, at an effective interest rate of 6.138% per annum. The bonds were issued for the purpose of providing long-term financing for the construction of the aforementioned facility. Additional financing of approximately \$20.0 million was also provided by grants from The Port Authority of New York and New Jersey and the State of New Jersey. In accordance with the lease and agreement, the University is required to pay an annual rental to the Development Authority over the life of the agreement in amounts necessary to retire the bonds, including interest, and reimburse the Development Authority for its administrative costs. Upon retirement of the bonds, title to the land and facility will revert to the University. Accordingly, the University has recorded a capitalized lease obligation for the debt financed portion of the project. At June 30, 2001, the outstanding balance of this obligation was \$15.7 million (\$16.0 million in 2000).

Future lease payments (receipts) including anticipated payments on HECIP proceeds currently allocated to Rutgers, applicable to the aforementioned capital leases, due over the next five years, are as follows (dollars in thousands):

Year	Facilities Authority		Housing Authority	Hospital Sublease	Development Authority	Total
	Dormitories	HECIP				
2002	\$459	\$2,005	\$3,664	(\$652)	\$1,289	\$6,765
2003	461	2,007	3,663	(652)	1,289	6,768
2004	462	1,994	3,664	(653)	1,283	6,750
2005	461	2,003	3,664	(652)	1,286	6,762
2006	464	2,004	3,659	(652)	1,282	6,757
Thereafter	922	30,042	69,739	(12,375)	23,217	111,545
Total Lease Payments	3,229	40,055	88,053	(15,636)	29,646	145,347
Less Amount Representing Interest	654	15,055	40,547	(7,207)	13,941	62,990
Present Value of lease Payments	<u>\$2,575</u>	<u>\$25,000</u>	<u>\$47,506</u>	<u>(\$8,429)</u>	<u>\$15,705</u>	<u>\$82,357</u>

Miscellaneous Equipment Leases

The University has entered into certain lease-purchase agreements for equipment which are principally for a duration of one to five years depending on the application and financial advantage to the University. Such agreements are essential to the normal operation of the University, and it is expected that these arrangements, where applicable, would be renegotiated when financially advantageous. The payments of these agreements include a charge for interest at various rates depending on each agreement. At June 30, 2001, the aggregate capitalized lease obligation associated with these agreements, which excludes future interest payments, is approximately \$3.0 million (\$3.0 million in 2000). The annual rentals for these capitalized lease obligations are provided for in the University's operating budget and in the aggregate are not considered material.

NOTE 8 - COMMITMENTS

At June 30, 2001, the estimated cost of capital projects under construction, in the design stage with approved sources of funding, and in the design stage pending determination of sources of funding, aggregated approximately \$380.6 million. Anticipated sources of funding for these projects are summarized as follows (dollars in thousands):

	Total Project Funding		Estimated Total Cost
	Received at June 30, 2001	Additional Funding Required at June 30, 2001	
Borrowing	\$50,000	\$3,450	\$53,450
State Bond Issues and Capital Appropriations	13,752	177,206	190,958
Gifts and Other Sources	82,362	53,818	136,180
Total	<u>\$146,114</u>	<u>\$234,474</u>	<u>\$380,588</u>

NOTE 9 - EMPLOYEE BENEFITS

Retirement Plans

The University has primarily two retirement plans available to its employees, the State of New Jersey Public Employees Retirement System, a defined benefit plan, and the Alternate Benefit Program, a defined contribution plan. The State of New Jersey, in accordance with State statutes, makes employer contributions on behalf of the University for these plans. Pension expense paid directly by the State of New Jersey for 2001 aggregated \$26.3 million (\$27.1 and \$25.0 million in 2000 and 1999, respectively) of which \$4.6 million (\$3.4 and \$3.1 million in 2000 and 1999, respectively) has been reimbursed to the State from amounts recovered from self-supporting operations and sponsored programs. Reimbursement is based upon a composite fringe benefit rate provided by the State for all State plans. The University has no direct pension obligation associated with the State plans, and no liability for such costs has been reflected in the accompanying financial statements. Summary information regarding these plans, is provided below.

Public Employees Retirement System ("PERS")

Plan Description — PERS is a multiple-employer, public cost-sharing retirement system which is administered by the State of New Jersey. The payroll for employees covered by PERS for the year ended June 30, 2001 was \$146.1 million (\$139.4 million in 2000).

University employees of a certain classification are required as a condition of employment to be members of PERS. The formula for benefits is an annual allowance in the amount equal to years of service, divided by 60, times the final average salary. Final average salary means the average of the salaries received by the member for the last three years of membership service or the three highest fiscal years, whichever provides the largest benefit. Pension benefits fully vest on reaching ten years of credited service. Members are eligible for retirement at age 60 with no minimum years of service required. Members who have 25 years or more of credited service may also select early retirement without penalty at or after age 55 and receive full retirement benefits. PERS also provides death and disability benefits. Benefits are established by State statute.

Contributions — Covered University employees were required by PERS to contribute 3.00% of their annual compensation during fiscal year 2001. The State contributes the remaining amounts necessary to pay benefits when due. The State contribution is based upon annual actuarially determined percentages of total compensation of all active members. The State's annual contribution approximates the actuarially determined pension cost for the year.

Employees can also make voluntary contributions to two optional State of New Jersey tax-deferred investment plans, the Supplemental Annuity Collective Trust ("SACT") and the Additional Contributions Tax Sheltered ("ACTS") programs. Both plans are subject to limits within the Internal Revenue Code.

Financial statements for the PERS are included in the State of New Jersey's Comprehensive Annual Financial Report, which may be obtained by writing to the State of New Jersey, Department of the Treasury, Office of Management and Budget, CN 221, Trenton, NJ 08625-0221.

Alternate Benefit Program ("ABP")

Plan Description — ABP is a multiple-employer, State retirement plan established as an alternative to PERS. The payroll for employees covered by ABP for the year ended June 30, 2001 was \$331.1 million (\$302.5 million in 2000).

Faculty, professional and administrative staff, and certain other salaried employees are eligible to participate in ABP. Employer (State) contributions vest on reaching one year of credited service. The program also provides long-term disability and life insurance benefits. Benefits are payable upon termination at the member's option unless the participant is re-employed in another institution which participates in ABP.

Contributions — The employee mandatory contribution rate for ABP is 5.00% of base salary and is matched by the State at 8.00% of base salary. Contributions can be invested with up to six investment carriers available under the plan. Additional voluntary contributions may be made on a tax-deferred basis, subject to limits within the Internal Revenue Code.

Other Retirement Plans

The University has a small number of employees enrolled in the State of New Jersey Police and Firemen's Retirement System ("PFRS") and two Federal retirement plans, the Civil Service Retirement System ("CSRS") and the Federal Employees Retirement System ("FERS"). All three of the plans are defined benefit plans and cover the University's police (PFRS) and selected positions related to the University's Cook College/New Jersey Agricultural Experiment Station (CSRS or FERS). The University also has a small number of Foundation employees enrolled in a contributory retirement plan under arrangements with Teacher's Insurance and Annuity Association and College Retirement Equities Fund ("TIAA-CREF"), which provides for the purchase of annuities for the covered employees. Participation in all of these plans is limited, and the associated amounts are not significant.

Post-Retirement Health Care Benefits

In addition to providing pension benefits, the State provides certain health care and life insurance benefits for the University's retired employees, in accordance with State statutes. Full health coverage is provided to eligible employees retiring with 25 years of service credited on or before June 30, 1997 in one of the State of New Jersey mandatory pension plans. Employees retiring with 25 years of service credited after June 30, 1997 may share in the cost of the health care provided under the State Plan according to the terms specified in the appropriate bargaining unit agreement in effect at the time the employee reaches 25 years of credited service. The rules governing the contribution rate are the same as that for active employees. Since the costs of these programs are the responsibility of the State and the retired employees, no expenditures or liabilities for these benefits are reflected in the University's financial statements.

Additional detailed information about these programs is provided in the State of New Jersey's Comprehensive Annual Financial Report.

Deferred Compensation Plan

University employees enrolled in PERS, ABP or PFRS are eligible to participate in the State of New Jersey's Employees Deferred Compensation Plan created in accordance with Internal Revenue Code Section 457. The plan permits employees to tax defer and invest a portion of their base salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. The plan is administered by the State of New Jersey. The plan does not include any matching employer (State) contributions. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts and all income attributable to those amounts, property or rights are held in trust by the State for the exclusive benefit of the participating employees and their beneficiaries.

NOTE 10 - COMPENSATED ABSENCES

The University records a liability for compensated absences in accordance with GASB Statement No. 16, "Accounting for Compensated Absences." This liability amounted to \$24.3 million as of June 30, 2001 (\$22.8 million in 2000) and is included in accounts payable and accrued expenses in the accompanying financial statements. The liability is calculated based upon employees' accrued vacation time as of the balance sheet date, as well as accrued sick time payable to retired employees.

Unused sick time which has been accumulated by eligible employees has not been accrued as it is payable only upon retirement and is not subject to reasonable estimation. The pay out to retirees for unused accumulated sick time is calculated at the lesser of 1/2 the value of earned time or \$15,000.

NOTE 11 - RISK MANAGEMENT

The University manages property and liability risks through a combination of commercial insurance policies, participation in a risk sharing pool and the use of deductibles and self-insured retentions, the most significant of which provides for the payment of workers' compensation benefits.

The University has accrued liabilities for self-insured retentions in the current funds. The accrued liabilities are based on estimates by management and third party claims administrators and generally represent the present value of unpaid claims, including estimates of claims incurred but not reported.

The risk sharing pool was formed by several universities to provide and arrange general liability, automobile liability and property insurance for its shareholders on a group basis. The University's annual payments to the pool for insurance coverage are based on actuarial studies and are charged to current fund expenditures in the accompanying financial statements.

NOTE 12 - CONTINGENCIES

The University is a party to various legal actions arising in the ordinary course of its operations. While it is not feasible to predict the ultimate outcome of these actions, it is the opinion of management that the resolution of these matters will not have a material adverse effect on the University's financial statements.

The University receives funds from Federal, State and private agencies under grants and contracts for research, training and other activities. The costs, both direct and indirect, charged to these grants and contracts are subject to audit and possible disallowance by the sponsoring agency. It is the University's belief that any disallowances or adjustments would not have a significant effect on the University's financial statements.

NOTE 13 - SUBSEQUENT EVENTS

Dormitory Safety Trust Fund (DSTF) - Under the provisions of the Dormitory Safety Trust Fund Act (the "DSTF Act") (P.L. 2000, c.56), the University will receive a \$29.0 million interest free loan to finance the installation of fire suppression systems in buildings used as student dormitories. The New Jersey Educational Facilities Authority issued two series of bonds on August 14, 2001 to finance these loans. Series 2001A (Tax Exempt) bears an effective interest rate of 4.8% per annum and Series 2001B (Federally Taxable) bears an effective interest rate of 6.1% per annum. Both series mature on March 1, 2016. As of June 30, 2001, the University had no obligation on this loan.

Equipment Leasing Fund (ELF) - Under the terms of the Higher Education Equipment Leasing Fund Act of 1993 (ELF), the State has agreed to issue bonds to finance additional equipment for laboratory and instructional facilities at state institutions of higher education. The University is scheduled to receive \$22.3 million from this bond issue. In accordance with this act, the University is required to make annual lease payments to retire 25% of the University's portion of the bonds, including interest. The State of New Jersey is obligated to pay the remaining 75% of the annual debt service. Title to all equipment purchased under this lease agreement will be transferred to the University at the conclusion of the lease.

NOTE 14 - IMPLEMENTATION OF GASB STATEMENT 33

Effective July 1, 2000, the University adopted GASB Statement No. 33, "Accounting and Financial Reporting for Nonexchange Transactions." Nonexchange transactions are transactions in which there is not an transfer of equal value. Grants provided to the University that do not require an exchange of information or results of the research to the grantor and pledges made to the University by donors are typical nonexchange activities of the University. This statement requires that revenue on nonexchange transactions be recognized when all eligibility requirements have been met. In accordance with this statement, the 2000 condensed financial statements presented in this report have been restated to give effect to this change. As a consequence, the University's assets, restricted fund balance and restricted revenues previously reported for June 30, 2000 have been restated as follows:

	Balances as Previously Reported June 30, 2000	Adjustment	Balances as Restated June 30,2000
Assets:			
Pledges Receivable (net)		\$8,344	\$8,344
Fund Balances:			
Restricted Fund Balance	\$85,038	8,344	93,382
Current Fund Revenues:			
Federal Grants and Contracts	218,097	(1,552)	216,545
State and Municipal Grants and Contracts	66,733	(1,315)	65,418
Gifts, Private Gifts and Contracts	54,714	9230	63,944
Endowment & Investment Income	13,956	(4,378)	9,578
Other Sources	707	6,099	6,806

NOTE 15 - GASB STATEMENTS NO. 35, 37 & 38

In November of 1999, the Governmental Accounting Standards Board (GASB) issued Statement No. 35 "Basic Financial Statements—and Management's Discussion and Analysis—for Public Colleges and Universities—an amendment of GASB Statement No. 34". This Statement establishes new accounting and financial reporting standards for public colleges and universities within the financial reporting guidelines of GASB Statement No. 34, *Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments*. The Statement permits public colleges and universities to use the guidance established for special-purpose governments engaged only in business-type activities, and requires management to include a discussion and analysis of the financial activities of the institution in addition to the basic financial statements and other required supplementary information. The new Statement was effective for the fiscal year beginning on July 1, 2001.

During 2001, the GASB also issued Statements No. 37, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments: Omnibus* and No. 38, *Certain Financial Statement Note Disclosures*. These statements further modify accounting and financial reporting standards. Both of these Statements will be effective in conjunction with GASB No. 35.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT		
Direct:		
Bureau of Alcohol, Tobacco & Firearms		
Various	21.RD	\$ <u>3,881</u>
Department of Agriculture:		
Agricultural Research-Basic and Applied Research	10.001	6,666
Plant and Animal Disease, Pest Control, and Animal Care	10.025	3,010
Grants for Agricultural Research, Special Research Grants	10.200	3,139,800
Agricultural Research-Competitive Research Grants	10.206	638,414
Higher Education Challenge Grants	10.217	31,502
Biotechnology Risk Assessment Research	10.219	56,390
Initiative for Future Agriculture and Food Systems	10.302	37,528
Cooperative Extension Service	10.500	3,711,530
Forestry Research	10.652	362
International Agricultural Research Program	10.961	1,427
International Training Foreign Participants	10.962	132,012
Various	10.RD	<u>1,055,329</u>
Subtotal		<u>8,813,968</u>
Department of Commerce-EDA:		
Economic Development-Technical Assistance	11.303	168,731
Research and Evaluation Program	11.312	85,748
Various	11.RD	<u>96,900</u>
Subtotal		<u>351,379</u>
Department of Commerce-NIST:		
Measurement and Engineering Research and Standards	11.609	38,997
Various	11.RD	<u>56,258</u>
Subtotal		<u>95,255</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards

YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT		
Department of Commerce-NOAA:		
Coastal Zone Management Estuarine Research Reserves	11.420	\$ 206,710
Undersea Research	11.430	116,127
Climate and Atmospheric Research	11.431	210,747
Cooperative Science and Education Program	11.455	266,767
Various	11.RD	<u>2,067,081</u>
Subtotal		<u>2,867,432</u>
Department of Commerce-NOAA-NJ Sea Grant Consortium (DNU):		
Sea Grant Support	11.417	<u>7,280</u>
Department of Defense:		
Basic, Applied, and Advanced Research in Science and Various	12.630 12.RD	(17,441) <u>35,751</u>
Subtotal		<u>18,310</u>
Department of Education:		
Centers for International Business Education Various	84.220 84.RD	(6,574) <u>756,946</u>
Subtotal		<u>750,372</u>
Department of Energy:		
Basic Energy Sciences-University and Science Education Various	81.049 81.RD	513,014 <u>5,390,476</u>
Subtotal		<u>5,903,490</u>
Department of Health and Human Services:		
Nursing Research	93.361	93,914
Head Start	93.600	56,257
Various	93.RD	<u>103,649</u>
Subtotal		<u>253,820</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT		
Direct:		
Department of Housing and Urban Development: Various	14.RD	\$ <u>48,485</u>
Department of Justice: Various	16.RD	<u>11,430</u>
Department of Justice-NIJ: Various	16.RD	<u>153,319</u>
Department of Labor: Various	17.RD	<u>67,610</u>
Department of the Interior-NPS: Various	15.RD	<u>41,026</u>
Department of the Interior-USGS: Assistance to State Water Resources Institute Various	15.805 15.RD	26,578 <u>98,337</u>
Subtotal		<u>124,915</u>
Department of the Interior-USGS: Aviation Research Grants Various	20.108 20.RD	255,590 <u>365,967</u>
Subtotal		<u>621,557</u>
DHH-PHS-NIH-NIEHS: Resource and Manpower Development - Environmental	93.894	<u>507</u>
DHH-PHS-AHRQ: Health Services Research and Development Grants	93.226	<u>(5,307)</u>
DHH-PHS-CDC: HIV Demonstration, Research, Public and Professional Ed	93.941	<u>(6,329)</u>
DHH-PHS-HRSA: Various	93.RD	<u>10,000</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT		
Direct:		
DHHS-PHS-NIH:		
Oral Diseases and Disorders Research	93.121	\$ 111,047
Human Genome Research	93.172	127,966
Research Related to Deafness and Communication Disorders	93.173	358,811
Mental Health Research Grants	93.242	401,294
Drug Abuse Research Programs	93.279	251,705
Scientist Development Awards and Research Scientist	93.281	159,064
Biomedical Research Technology	93.371	78,583
Cancer Cause and Prevention Research	93.393	556,325
Cancer Detection and Diagnosis	93.394	297,827
Cancer Biology Research	93.396	311,588
Biophysics and Physiological Sciences	93.821	1,141,920
Heart and Vascular Diseases Research	93.837	185,419
Diabetes, Endocrinology and Metabolism Research	93.847	150,880
Digestive Diseases and Nutrition Research	93.848	511,997
Kidney Diseases, Urology and Hematology Research	93.849	205,335
Biological Basis Research in the Neurosciences	93.854	644,543
Allergy, Immunology, and Transportation Research	93.855	200,856
Microbiology and Infectious Diseases Research	93.856	634,618
Pharmacological Sciences	93.859	390,494
Genetics and Developmental Biology Research	93.862	1,288,002
Research for Mothers and Children	93.865	184,121
Aging Research	93.866	160,072
Vision Research	93.867	158,083
Fogarty International Research Collaboration Award	93.934	20,147
Various	93.RD	<u>1,832,377</u>
Subtotal		<u>10,363,074</u>
DHHS-PHS-NIH-NCI:		
Cancer Cause and Prevention Research	93.393	711,321
Cancer Treatment Research	93.395	225,209
Cancer Biology Research	93.396	474,863
Various	93.RD	<u>114,280</u>
Subtotal		<u>1,525,673</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT		
Direct:		
DHHS-PHS-NIH-NCNR: Nursing Research	93.361	\$ <u>18,255</u>
DHHS-PHS-NIH-NCRR: Various	93.RD	<u>237,187</u>
DHHS-PHS-NIH-NEI: Vision Research	93.867	<u>410,136</u>
DHHS-PHS-NIH-NIA: Aging Research Various	93.866 93.RD	605,009 <u>940</u>
Subtotal		<u>605,949</u>
DHHS-PHS-NIH-NIAAA: Alcohol Research Career Development Awards Alcohol Research Programs Various	93.271 93.273 93.RD	102,051 1,186,319 <u>59,965</u>
Subtotal		<u>1,348,335</u>
DHHS-PHS-NIH-NIAID: Microbiology and Infectious Diseases Research Various	93.856 93.RD	453,251 <u>211,438</u>
Subtotal		<u>664,689</u>
DHHS-PHS-NIH-NIAMSD: Arthritis, Musculoskeletal and Skin Diseases Research	93.846	<u>137,416</u>
DHHS-PHS-NIH-NICHD: Population Research Research for Mothers and Children	93.864 93.865	43,955 <u>500,118</u>
Subtotal		<u>544,073</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT		
Direct:		
DHHS-PHS-NIH-NIDA:		
Drug Abuse Scientist Development Award for Clinicians	93.277	\$ 89,271
Drug Abuse National Research Service Awards for Research	93.278	19,944
Drug Abuse Research Programs	93.279	1,085,289
Various	93.RD	<u>690,351</u>
Subtotal		<u>1,884,855</u>
DHHS-PHS-NIH-NIDCD:		
Research Related to Deafness and Communication Disorders	93.173	<u>280,731</u>
DHHS-PHS-NIH-NIDDKDCD:		
Diabetes, Endocrinology and Metabolism Research	93.847	<u>126,873</u>
DHHS-PHS-NIH-NIDR:		
Oral Diseases and Disorders Research	93.121	<u>2,683</u>
DHHS-PHS-NIH-NIEHS:		
Biological Response to Environmental Health Hazards	93.113	123,367
Various	93.RD	<u>91,214</u>
Subtotal		<u>214,581</u>
DHHS-PHS-NIH-NIGMS:		
Minority Biomedical Research Support	93.375	278,905
Biophysics and Physiological Sciences	93.821	2,993,648
Pharmacological Sciences	93.859	298,214
Genetics and Developmental Biology Research	83.862	543,568
Various	93.RD	<u>1,246,502</u>
Subtotal		<u>5,360,837</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT		
Direct:		
DHHS-PHS-NIH-NIMH:		
Mental Health Research Grants	93.242	\$ 1,132,618
Scientist Development Awards and Research Scientist	93.281	77,206
Biological Basis Research in the Neurosciences	93.854	92,974
Pharmacological Sciences	93.859	51,674
Various	93.RD	<u>770,800</u>
Subtotal		<u>2,125,272</u>
DHHS-PHS-NIH-NINCDS:		
Biological Basis Research in the Neurosciences	93.854	1,654,503
Various	93.RD	<u>(2,535)</u>
Subtotal		<u>1,651,968</u>
DHHS-PHS-SAMHSA-CSAP:		
Program	93.230	<u>105,516</u>
DOD-Army Medical Research Command		
Various	12.RD	<u>(2,572)</u>
DOD-DAF-Air Force Office of Scientific Research:		
Basic, Applied and Advanced Research in Science and	12.630	41,260
Air Force Defense Research Sciences Program	12.800	545,637
Various	12.RD	<u>15,308</u>
Subtotal		<u>602,205</u>
DOD-DAF-Air Force Research Laboratory:		
Various	12.RD	<u>746</u>
DOD-DARPA:		
Research and Technology Development	12.910	177,527
Various	12.RD	<u>267,870</u>
Subtotal		<u>445,397</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

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Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT		
Direct:		
DOD-Defense Logistics Agency: Various	12.RD	\$ <u>1,202,537</u>
DOD-Department of Veteran Affairs: Various	12.RD	<u>3,300</u>
DOD-DOA-Army Medical Research Acquisition Activity: Military Medical Research and Development	12.420	<u>80,168</u>
DOD-DOA-Army Natick RD&E Center: Various	12.RD	<u>26,282</u>
DOD-DOA-Army Research Laboratory: Various	12.RD	<u>68,963</u>
DOD-DOA-Army Research Office: Various	12.RD	<u>997,866</u>
DOD-DOA-CECOM: Various	12.RD	<u>105,065</u>
DOD-DON-Navsea Indian Head: Various	12.RD	<u>10,000</u>
DOD-DON-Office of Naval Research: Basic and Applied Scientific Research	12.300	3,002,326
Various	12.RD	<u>1,466,066</u>
Subtotal		<u>4,468,392</u>
DOD-National Security Agency: Mathematical Sciences Grants Program	12.901	71,885
Various	12.RD	<u>32,661</u>
Subtotal		<u>104,546</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT:		
Direct:		
DOD-Naval Undersea Warfare Center:		
Various	12.RD	\$ 11,356
Environmental Protection Agency:		
Water Pollution Control-Research, Dev., and Demonstration	66.505	53,960
Survey, Studies, Investigations and Special Purpose Grants	66.606	42,473
Various	66.RD	401,679
Subtotal		498,112
National Aeronautics and Space Administration:		
Various	43.RD	3,788,012
National Endowment for the Humanities:		
Promotion of the Humanities-Reference Materials	45.149	42,381
Promotion of the Humanities-Research	45.161	260,926
Subtotal		303,307
National Historical Publications and Records Commission:		
National Historical Publications and Records Grants	89.003	38,756
Various	89.RD	69,842
Subtotal		108,598
National Science Foundation:		
Engineering Grants	47.041	1,277,553
Mathematical and Physical Sciences	47.049	5,722,007
Geosciences	47.050	1,323,784
Computer and Information Science and Engineering	47.070	1,347,753
Biological Sciences	47.074	2,116,771
Social, Behavioral, and Economic Sciences	47.075	850,564
Education and Human Resources	47.076	1,237,425
Polar Programs	47.078	55,369
Various	47.RD	6,876,703
Subtotal		20,807,929
Oak Ridge National Laboratory:		
Various	81.RD	2,821
Subtotal Direct Research and Development		<u>81,373,533</u>

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See accompanying note to Schedule of Expenditures of Federal Awards

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT:		
Pass-Through:		
Advanced Fuel Research, Inc.:		
Various	81.RD	\$ <u>(3,614)</u>
Albert Einstein College of Medicine:		
Microbiology and Infectious Diseases Research	93.856	65,549
Various	93.RD	<u>240</u>
Subtotal		<u>65,789</u>
Allied-Signal Corporation:		
Various	12.RD	<u>47,034</u>
American Distance Education Consortium:		
Various	10.RD	<u>14,146</u>
Barry A. Vittor & Associates, Inc.:		
Various	12.RD	<u>63,367</u>
Battelle:		
Various	12.RD	<u>1,926</u>
Brookhaven National Labs:		
Various	81.RD	4,686
Various	93.RD	<u>102,811</u>
Subtotal		<u>107,497</u>
California Institute of Technology:		
Various	43.RD	23,704
Various	47.RD	18,903
Various	81.RD	<u>56,658</u>
Subtotal		<u>99,265</u>
California Polytechnic State University:		
Various	43.RD	<u>6,879</u>
California State University:		
Various	16.RD	<u>36,131</u>
Caribbean Marine Research Center:		
Various	11.RD	<u>1,966</u>
Carnegie Mellon University:		
Various	81.RD	<u>8,283</u>
Center for Environmental Health Sciences:		
Various	93.RD	<u>15,000</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT:		
Pass-Through:		
Ceramare Corporation:		
Various	12.RD	\$ 65,979
Children's Hospital of Philadelphia:		
Mental Health Research Grants	93.RD	66,589
College of William and Mary:		
Various	12.RD	393
Colorado State University:		
Various	93.RD	128,319
Columbia University:		
Various	47.RD	51,407
Biomedical Research Technology	93.371	60,271
Social Services Research and Development	93.647	66,738
Various	93.RD	(2,462)
Subtotal		175,954
Cornell University:		
Grants for Agricultural Research, Special Research Grants	10.200	3,100
Various	10.RD	122,881
		125,981
CUNY-Research Foundation:		
Various	20.RD	8,154
CUNY-Transportation Research Center:		
Various	20.RD	15,120
Desert Research Institute:		
Various	16.RD	981
Electric Power Research Institute, Inc.:		
Various	81.RD	(1,721)
Electricore Consortium:		
Various	12.RD	(10,434)
Various	20.RD	412,912
		402,478
Electro Energy, Inc.:		
Various	12.RD	1,436
Various	43.RD	(1,156)
Subtotal		280

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT:		
Pass-Through:		
Energy Research Company:		
Various	81.RD	\$ 31,561
Energy Research Corporation:		
Various	81.RD	<u>23,432</u>
Foster-Miller, Inc.:		
Various	12.RD	91,049
Various	20.RD	<u>30,000</u>
Subtotal		<u>121,049</u>
Fox Chase Cancer Center:		
Various	93.RD	<u>12,542</u>
Genencor:		
Various	11.RD	<u>14,310</u>
Harvard University:		
Various	66.RD	59,693
Various	81.RD	180,192
Learning	84.309	<u>64,068</u>
		<u>303,953</u>
Health Effects Institute:		
Various	66.RD	<u>356,177</u>
Honeywell, Inc.:		
Various	12.RD	<u>54,050</u>
Hospital for Special Surgery:		
Various	93.RD	<u>69,428</u>
Hudson River Foundation:		
Various	66.RD	<u>16,196</u>
Institute for Advanced Studies:		
Mathematical and Physical Sciences	47.049	<u>112,190</u>
Institute for Responsible Management:		
Various	81.RD	<u>528,467</u>
Integra Life Sciences:		
Various	11.RD	<u>105,211</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT:		
Pass-Through:		
Intelligent Fiber Optics Systems: Various	12.RD	\$ 315
International Society for Plant Molecular Biology: Various	47.RD	5,553
Laser Energetics: Various	12.RD	14,501
Layered Manufacturing, Inc.: Various	12.RD	14,241
Various	93.RD	22,804
Subtotal		37,045
Lehigh University: Various	47.RD	11,208
Los Alamos National Laboratory: Various	81.RD	10,000
Michigan State University: Integrated Programs	10.303	2,527
NIEHS Superfund Hazardous Substances-Basic Research	93.143	64,537
		67,064
Middlesex County: Various	20.RD	7,124
Middlesex County Public Health Department: Various	93.RD	78,140
Missouri Downtown Association: Various	15.RD	13,218
Monterey Bay Aqaurium Research Institute: Various	47.RD	5,121
Mt. Sinai School of Medicine: Various	93.RD	390,563
Nanopowder Enterprises, Inc.: Various	12.RD	86,316

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See accompanying note to Schedule of Expenditures of Federal Awards

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT:		
Pass-Through:		
Nanoprobes, Inc.: Various	93.RD	\$ 24,422
National Academy of Public Administrators: Various	66.RD	<u>17,972</u>
National Academy of Sciences: Various	20.RD	<u>23,783</u>
National Bureau of Economic Research, Inc.: Various	47.RD	<u>1,264</u>
National Research Council: Social, Behavioral, and Economic Sciences	47.075	<u>14,834</u>
National Trust for Historic Preservation: Various	14.RD	<u>23,744</u>
New England Small Farm Institute, Inc: Various	10.RD	<u>5,453</u>
New Jersey Institute of Technology: Various	20.RD	134,567
Various	60.RD	29,373
Environmental Protection_Consolidated Research	66.500	58,482
Various	66.RD	<u>144,634</u>
Subtotal		<u>367,056</u>
New Jersey Marine Sciences Consortium: Sea Grant Support	11.417	54,945
Various	11.RD	<u>404,590</u>
Subtotal		<u>459,535</u>
New Jersey Space Grant Consortium: Various	43.RD	<u>21,179</u>
New Mexico State University: Military Medical Research and Development	12.420	<u>125,329</u>

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See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT:		
Pass-Through:		
New York University:		
Various	93.RD	\$ <u>328,411</u>
NJ Council for the Humanities:		
Various	45.RD	<u>2,500</u>
North Carolina State University:		
Polar Programs	47.078	12,746
Various	47.RD	<u>54,479</u>
		<u>67,225</u>
Northeast Science & Technology, Inc.:		
Various	12.RD	<u>15,665</u>
Northeastern Regional Aquaculture Center:		
Various	10.RD	<u>2,953</u>
Northeastern University:		
Various	47.RD	<u>140,233</u>
NZ Appied Technologies Corporation:		
Various	81.RD	<u>55,695</u>
Occidental College:		
Various	10.RD	<u>154</u>
Ohio State University:		
Mathematical and Physical Science	47.059	45,768
Various	93.RD	<u>127,613</u>
Subtotal		<u>173,381</u>
OLI Systems, Inc.:		
Various	12.RD	<u>38,201</u>
Penn State University:		
Grants for Agricultural Research, Special Research Grants	10.200	612
Various	10.RD	(274)
Basic and Applied Scientific Research	12.300	<u>137,667</u>
Subtotal		<u>138,005</u>

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See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT:		
Pass-Through:		
PRC, Inc.:		
Various	12.RD	\$ <u>539</u>
Princeton University:		
Various	47.RD	141,704
Various	93.RD	<u>218,294</u>
Subtotal		<u>359,998</u>
Purdue University:		
Research and Training in Complementary and Alternative	93.213	<u>53,044</u>
Research and Development laboratories:		
Air Force Defense Research Sciences Program	12.800	<u>(6,789)</u>
Research Foundation for Mental Hygiene, Inc.:		
Various	47.RD	<u>26,488</u>
Roy F. Weston, Inc.:		
Various	66.RD	<u>6,929</u>
Science Applications International Corporation:		
Various	12.RD	103,770
Various	93.RD	<u>115,609</u>
		<u>219,379</u>
Seniors Unlimited, Inc.:		
Various	43.RD	<u>57,459</u>
Slattery-Skanska:		
Various	20.RD	<u>372,692</u>
Smithsonian Astrophysical Observatory:		
Various	43.RD	<u>46,163</u>
Smithsonian Institution:		
Various	43.RD	69,234
Various	47.RD	<u>1,525</u>
		<u>70,759</u>
SNJ-Commission on Cancer Research:		
Various	46.RD	<u>17,528</u>
SNJ-Department of Education:		
Various	84.RD	<u>120,940</u>

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Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT:		
Pass-Through:		
SNJ-Department of Environmental Protection:		
Coastal Zone Management Administration Awards	11.419	\$ 40,660
Grants for Mining and Mineral Resources and Research	15.308	948
National Estuary Program	66.456	127,991
SNJ-Department of Environmental Protection:		
Wetlands Grants	66.461	129,201
Capitalization Grants for Drinking Water State	66.468	1,458
Performance Partnership Grants	66.605	114,404
Various	66.RD	<u>193,550</u>
Subtotal		<u>608,212</u>
SNJ-Department of Health:		
Various	93.RD	<u>168,983</u>
SNJ-Department of Health and Senior Services:		
Various	84.RD	(35,742)
Centers for Disease Control-Investigations & Technical	93.283	123,376
Preventive Health and Health Services Block Grant	93.991	19,127
Various	93.RD	<u>934,862</u>
Subtotal		<u>1,041,623</u>
SNJ-Department of Law and Public Safety:		
Various	13.RD	<u>3,574</u>
SNJ-Department of Transportation:		
Highway Planning and Construction	20.205	132,603
University Transportation Program	20.701	82,204
Various	20.RD	1,295,021
Various	81.RD	<u>7,793</u>
Subtotal		<u>1,517,621</u>
SNJ-DLPS-Division of Criminal Justice:		
Drug Control and System Improvement-Formula Grant	16.579	<u>89,934</u>
SNJ-Pinelands Commission:		
Various	15.RD	<u>3,714</u>

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RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT:		
Pass-Through:		
Space Telescope Science Institute: Various	43.RD	\$ 91,274
Sprinkle Consulting, Inc.: Various	20.RD	9,212
Stamford University: Various	12.RD	(7,550)
Various	93.RD	6,000
Subtotal		(1,550)
State of Connecticut: Various	20.RD	6,756
Stroud Water Research Center: Various	47.RD	12,264
SUNY-The Research Foundation: Various	11.RD	1,433
Alcohol Research Programs Various	93.273 93.RD	(27,413) 909,693
Subtotal		883,713
Temple University: Various	47.RD	77,068
The Academy of Natural Sciences: Various	11.RD	8,391
The Cranberry Institute: Various	66.RD	19,793
The Urban Institute: Various	93.RD	(207)
Township of Lakewood, NJ: Various	16.RD	339
Township of North Brunswick: Various	16.RD	1,531

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RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT:		
Pass-Through:		
TRC Garrow Associates Inc.:		
Various	12.RD	\$ 23,001
UMDNJ:		
Various	81.RD	503,410
Biological Basis Research in the Neurosciences	93.854	(4,597)
Research for Mothers and Children	93.865	100,874
Various	93.RD	<u>502,604</u>
Subtotal		<u>1,102,291</u>
UMDJ-New Jersey Medical School:		
Biological Response to Environmental Health Hazards	93.113	122,239
Various	93.RD	<u>10,312</u>
Subtotal		<u>132,551</u>
UMDJ-Robert Wood Johnson Medical School:		
Various	12.RD	1,153
Various	66.RD	25,240
Various	81.RD	(1,391)
Arthritis, Musculoskeletal and Skin Diseases Research	93.846	63,389
Research for Mothers and Children	93.865	(3,268)
Various	93.RD	<u>571,676</u>
Subtotal		<u>656,799</u>
Union County:		
Various	16.RD	<u>4,322</u>
University of New Hampshire:		
Coastal Zone Management Estuarine Research Reserves	11.420	<u>10,942</u>
University Space Research Association:		
Various	12.RD	31,910
Various	43.RD	<u>6,206</u>
Subtotal		<u>38,116</u>
University of Arkansas:		
Various	12.RD	<u>18,074</u>

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See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT:		
Pass-Through:		
University of California-Berkley: Various	81.RD	\$ <u>55,467</u>
University of California-Davis: Various	10.RD	<u>5,740</u>
University of California-Lawrence Livermore National Lab: Various	81.RD	<u>8,883</u>
University of California-Los Alamos National Laboratory: Various	81.RD	<u>4,329</u>
University of California-San Diego: Various	11.RD	134
Various	47.RD	<u>29,841</u>
		<u>29,975</u>
University of Chicago: Various	47.RD	<u>25,851</u>
University of Cincinnati: Biological Response to Environmental Health Hazards	93.113	<u>183,200</u>
University of Connecticut: Basic and Applied Scientific Research	12.300	<u>47,174</u>
University of Delaware: Various	10.RD	<u>2,000</u>
University of Florida: Biological Sciences	47.074	<u>313,178</u>
University of Georgia: Various	84.RD	<u>24,292</u>
University of Hawaii: Various	93.RD	<u>15,867</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT:		
Pass-Through:		
University of Illinois:		
Various	47.RD	\$ 53,472
Social Security_Research and Demonstration	96.007	<u>270,568</u>
Subtotal		<u>324,040</u>
University of Maryland:		
Various	43.RD	58,660
Various	47.RD	<u>50,392</u>
Subtotal		<u>109,052</u>
University of Massachusetts:		
Various	47.RD	<u>18,092</u>
Subtotal		<u>18,092</u>
University of Minnesota:		
Basic, Applied, and Advanced Research in Science and Various	12.630 93.RD	206,571 <u>29,378</u>
Subtotal		<u>235,949</u>
University of Missouri:		
Various	12.RD	<u>127,074</u>
University of Montana:		
Various	47.RD	<u>1,028</u>
University of Nebraska:		
Various	81.RD	<u>3,953</u>
University of New Hampshire:		
Various	11.RD	21,025
Various	20.RD	<u>9,072</u>
Subtotal		<u>30,097</u>
University of North Carolina:		
Various	11.RD	5,801
Biophysics and Physiological Science	93.821	<u>3,295</u>
Subtotal		<u>9,096</u>
University of Pennsylvania:		
Cooperative Extension Service	10.500	<u>513</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT:		
Pass-Through:		
University of Pennsylvania:		
Various	16.RD	\$ <u>10,235</u>
University of Pittsburgh:		
Biological Basis Research in the Neurosciences	93.854	209,074
Various	93.RD	<u>(313)</u>
Subtotal		<u>208,761</u>
University of Puerto Rico:		
Mental Health Research Grants	93.242	<u>6,958</u>
University of Rhode Island:		
Basic, Applied Scientific Research	12.300	<u>9,401</u>
University of Rochester:		
Basic, Applied Scientific Research	12.000	<u>14,448</u>
University of Tennessee:		
Education and Human Resources	47.076	<u>972</u>
University of Vermont:		
Grants for Agricultural Research, Special Research Grants	10.200	33,940
Various	10.RD	<u>135,666</u>
Subtotal		<u>169,606</u>
University of Washington:		
Various	43.RD	39,435
Various	93.RD	<u>35,192</u>
Subtotal		<u>74,627</u>
University of Virginia:		
Cooperative Extension Service	66.RD	<u>13,857</u>
University of Wisconsin:		
Cooperative Extension Service	20.RD	<u>227</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
RESEARCH AND DEVELOPMENT:		
Pass-Through:		
US Infrastructure, Inc.:		
Various	66.RD	\$ <u>50,050</u>
Virginia Institute of Marine Science:		
Grants And Cooperative Agreements Program	11.427	<u>28,218</u>
Washington University - St. Louis:		
Various	47.RD	125,457
Various	93.RD	<u>2,743,644</u>
		<u>2,869,101</u>
Western Massachusetts Training Consortium, Inc.:		
Various	93.RD	<u>85,625</u>
Yale University:		
Various	12.RD	67,327
Various	81.RD	<u>32,013</u>
		<u>99,340</u>
Subtotal Pass-Through Research and Development		<u>19,063,648</u>
Subtotal Research and Development		<u>100,437,181</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
OUTSTANDING LOANS:		
Student:		
Perkins Loans	84.038	\$ 38,239,811
Income-Contingent Loans	84.226	<u>498,555</u>
Subtotal Student Loans		<u>38,738,366</u>
Department of Education-Building Loan	84.UNK	<u>1,676,690</u>
Subtotal Outstanding Loans		<u>40,415,056</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal ;FDA Number	Agency or Pass-Through Number	Federal Expenditures
STUDENT FINANCIAL AID CLUSTER:			
Direct:			
Department of Education			
Federal Supplemental Educational Opportunity Grant Program	84.007	E-POO7A72602	\$ 2,554,906
Federal Direct Loan Program	84.032		110,378,098
Federal Work Study Program	84.033	E-PO33A72602	5,169,871
Federal Pell Grant Program	84.063	E-PO63P74152	<u>21,505,743</u>
Subtotal Student Financial Aid			<u>139,608,618</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
OTHER PROGRAMS:		
Direct:		
Department of Agriculture		
Payments to Agricultural Experiment Stations Under the Hatch Act	10.203	\$ 2,907,880
Agricultural Research-Competitive Research Grants	10.206	40,407
Food and Agricultural Sciences National Needs	10.210	61,075
Higher Education Challenge Grants	10.217	163,727
Buildings and Facilities Program	10.218	1,507,843
Higher Education Multicultural Scholars Program	10.220	17,656
Various	10.58-6435.-6-028	18,633
Subtotal		<u>4,717,222</u>
Department of Commerce-EDA		
Various	11.99-06-07442	5,052
Subtotal		<u>5,052</u>
Department of Commerce-NOAA		
Coastal Zone Management Estuarine Research Reserves	11.420	1,187
Various	11.NA56AB0558	216,384
Various	11.NA97OR0150	13,093
Subtotal		<u>230,664</u>
Department of Education		
Upward Bound	84.047	197,848
Ronald E. McNair Post-Baccalaureate Achievement	84.217	(307)
Various	84.344A990010	248,425
Various	84.P022A990028	1,221
Various	84.P042A970372-99	358,413
Various	84.P047A50786-98	(26,817)

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
OTHER PROGRAMS:		
Direct:		
Department of Education		
Various	84.P047A990203	\$ 525,182
Various	84.P116B980382	61,611
Various	84.P170B980013	26,243
Various	84.P200A000107	28,100
Various	84.P200A970205-99	8,034
Various	84.P200A970602	24,619
Various	84.P200A980711-99	199,207
Various	84.P217A990154	238,777
Various	84.P334A000068	16,582
Various	84.P334A990513	151,996
Various	84.P342A000209	144,250
Various	84.P342A990200	43,599
Various	84.P344A990014	215,534
Various	84.R215K010193	325,537
Various	84.R303K000048	2,296,668
Various	84.R303K990004	(13,889)
Subtotal		<u>5,070,833</u>
Department of Health and Human Services		
Various	93.1F31NR07538-01NIHDH	20,995
Professional Nurse Traineeships	93.358	65,134
Various	93.90CT0009/03	57,512
Various	93.90CT0076/01	84,848
Various	93.UNK	(3,036)
Subtotal		<u>225,453</u>
Department of Housing and Urban Development		
Community Outreach Partnership Center Program	14.511	176,706
Various	14.CDWS-NJ-95-035	(4,790)
Various	14.CDWS-NJ-95-015	4,094

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
OTHER PROGRAMS:		
Direct:		
Department of Housing and Urban Development		
Various	14.CDWS-NJ-99-026	\$ 46,848
Various	14.H-21228SG	3,871
Various	14.H-21231SG	12,053
Various	14.H-21280SG	1,772
Various	14.UNK	<u>9,257</u>
Subtotal		<u>249,811</u>
Department of Justice		
Various	16.199CMWX2469	36,161
Public Safety and Community Policing Grants	16.710	(7,347)
Preventive Health and Health Services Block Grant	93.991	<u>78,170</u>
Subtotal		<u>106,984</u>
Department of Justice-NIJ		
Various	16.1999-IJ-CX-0056	7,359
Various	16.2000-IJ-CX-0046	12,519
Various	16.97-IJ-CX-0031	<u>11,575</u>
Subtotal		<u>31,453</u>
Department of Labor		
Various	17.34-TAT-001-96 SUB#18	311,553
Various	17.E-9-K-9-0002	100,868
Various	17.K-6826-8-00-80-30	678,027
Various	17.UNK	<u>25,500</u>
Subtotal		<u>1,115,948</u>
Department of the Interior-NPS		
Various	15.1443PX2605-99-173	<u>16,473</u>
Subtotal		<u>16,473</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
OTHER PROGRAMS:		
Direct:		
Department of Transportation University Transportation Centers Program	20.701	\$ 228,428
Subtotal		<u>228,428</u>
Department of Transportation-FAA Various	20.98-G-017	127,047
Subtotal		<u>127,047</u>
Department of Transportation-FTA Various	20.NJ-26-2901	1,121,109
Various	20.NJ-26-7006	2,964,926
Various	20.NJ-26-7042	161,300
Subtotal		<u>4,247,335</u>
DHHS-PHS-CDC Various	93.98IPA8233	(1,403)
Various	93.R13/CCR218385-1	10,000
Subtotal		<u>8,597</u>
DHHS-PHS-FDA Various	93.223-98-6051	26,245
Subtotal		<u>26,245</u>
DHHS-PHS-HRSA Nurse Practitioner and Nurse-Midwifery Education Programs	93.298	277,538
Nurse Training Improvement-Special Projects	93.359	155,222
Subtotal		<u>382,761</u>
DHHS-PHS-HRSA-BHP-NUR Advanced Education Nursing Grant Program	93.247	282,927
Professional Nurse Traineeships	93.358	(989)

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
OTHER PROGRAMS:		
Direct:		
DHHS-PHS-HRSA-BHP-NUR Nurse Training Improvement-Special Projects	93.359	\$ 121,494
Subtotal		<u>403,432</u>
DHHS-PHS-NIH		
Drug Abuse National Research Service Awards for Research Training	93.278	45,118
Research Infrastructure	93.389	98,205
Various	93.5 F32 HG00204-02	11,979
Biophysics and Physiological Sciences	93.821	186,983
Heart and Vascular Diseases Research	93.837	3,729
Various	93.UNK	<u>23,999</u>
Subtotal		<u>370,013</u>
DHHS-PHS-NIH-FIC		
Senior International Fellowships	93.989	<u>5,936</u>
Subtotal		<u>5,936</u>
DHHS-PHS-NIH-NCI		
Cancer Research Manpower	93.398	20,525
Various	93.UNK	<u>7,225</u>
Subtotal		<u>27,750</u>
DHHS-PHS-NIH-NIAAA		
Alcohol National Research Service Awards for Research Training	93.272	68,193
Various	93.5 T32 AA 07569-05	16,660
Various	93.5 T32 AA 07569-06	<u>91,018</u>
Subtotal		<u>175,871</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
OTHER PROGRAMS:		
Direct:		
DHHS-PHS-NIH-NIAMSD Various	93.1 F31 AR 08457-03	\$ 1,916
Subtotal		<u>1,916</u>
DHHS-PHS-NIH-NIEHS		
Various	93.1 R13 ES 10662-01	8,000
Various	93.2 T32 ES 07148-12	(204)
Various	93.5 T32 ES 07148-13	74,445
Resource and Manpower Development-Environmental Health Sciences	93.894	176,035
Various	93.UNK	<u>6,519</u>
Subtotal		<u>264,795</u>
DHHS-PHS-NIH-NIGMS		
Various	93.2 T32 GM 08319-11	(236)
Various	93.2 T32 GM 08339-11	3,807
Various	93.5 R25 GM 60826-02	200,845
Pharmacological Sciences	93.859	<u>214,922</u>
Subtotal		<u>419,338</u>
DHHS-PHS-NIH-NIMH		
Various	93.1 T32 MH 19975-02	31,810
Mental Health Research Grants	93.242	136,976
Awards-Research Training	93.282	<u>556,895</u>
Subtotal		<u>725,681</u>
DHHS-PHS-NIH-NINCDS		
Biological Basis Research in the Neurosciences	93.854	<u>83,355</u>
Subtotal		<u>83,355</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
OTHER PROGRAMS:		
Direct:		
DOD-DOA-Army Research Office Various	12.TNGGRP00007029	\$ 18,975
Subtotal		<u>18,975</u>
DOD-DON-Office of Naval Research Basic and Applied Scientific Research	12.300	206,766
Subtotal		<u>206,766</u>
DOD-National Security Agency Mathematical Sciences Grants Program	12.901	6,065
Various	12.MDA 904-00-P-2615	39,998
Various	12.MDA 904-97-C-0566	41,036
Subtotal		<u>87,099</u>
Enrironmental Protection Agency Survey, Studies, Investigations, and Special Purpose Grant	66.606	72,063
Training and Fellowships for the Environmental Protection Agency	66.607	455,215
Pollution Prevention Grants Program	66.708	18,727
Solid Waste Management Assistance	66.808	(4,025)
Various	66.CT 901782-03	12,096
Various	66.DW12941562-01-8	24,423
Various	66. T 826479-01-2	38,246
Various	66.U915430-01-0	11,236
Various	66.UNK	64,456
Various	66.X982102-00-0	21,002
Various	66.X982133-01-0	12,230
Subtotal		<u>725,669</u>
Internal Revenue Services Various	21.2000-0076	80,451
Various	21.IRS 2001-1103	39,798
Subtotal		<u>\$ 120,249</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
OTHER PROGRAMS:		
Direct:		
National Aeronautics and Space Administration		
Various	43.NAGS-9746	\$ 36,336
Various	43.NGTS-50229	<u>19,823</u>
Subtotal		<u>56,159</u>
National Endowment for the Arts		
Various	45.UNK	<u>19,597</u>
Subtotal		<u>19,597</u>
National Endowment for the Humanities		
Promotion of the Humanities-Education Development and Demonstration	45.163	<u>65,423</u>
Subtotal		<u>65,423</u>
National Historical Publications and Records Commission		
National Historical Publication and Records Grants	89.003	<u>10,000</u>
Subtotal		<u>10,000</u>
National Science Foundation		
Mathematical and Physical Sciences	47.049	4,210
Geosciences	47.050	56,528
Biological Sciences	47.074	3,450
Education and Human Resources	47.076	3,862,741
Various	47.ANI 9710574	12,836
Various	47.CCR 9906105	110,096
Various	47.DBI 9601851	154,880
Various	47.DBI 9974200	22,218
Various	47.DEB 9530292	21,405

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
OTHER PROGRAMS:		
Direct:		
National Science Foundation		
Various	47.DGE 9616173	\$ 197,784
Various	47.DGE 9903663	36,688
Various	47.ESR 9810311	<u>1,872</u>
Subtotal		<u>4,484,708</u>
Small Business Administration		
Small Business Development Center	59.037	1,502,968
Various	59.SBA01-7620-0031-20	<u>744,480</u>
Subtotal		<u>2,247,448</u>
US Information Agency		
Various	82.IA-ASJL-G8190210	14,118
Various	82.IA-ASLJ-G7190037	16,515
Various	82.IA-PEJL-G8190206	(1,807)
Various	82.IA-PNJL-G9190180	43,774
Various	82.UNK	<u>48,753</u>
Subtotal		<u>121,353</u>
Subtotal Direct Other Programs		<u>27,431,839</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
OTHER PROGRAMS:		
Pass-Through:		
Academy of Applied Science Various	12.DAAG55-98-1-0468	\$ <u>20,287</u>
Association of Small Business Development Ctr Foundation Small Business Development Center	59.037	<u>720</u>
Camden Empowerment Zone Corporation Various	93.585	7,755
Various	93.UNK	<u>1,991</u>
Subtotal		<u>9,746</u>
City of Camden Various	84.UNK	<u>40,000</u>
City of Elizabeth Various	14.UNK	<u>2,368</u>
Consortium for Oceanographic Research and Education Basic and Applied Scientific Research	12.300	<u>8,536</u>
County of Essex Drug Court Discretionary Grant Program	16.585	<u>405</u>
CUNY-Transportation Research Center Various	20.UNK	<u>468</u>
George Washington University Various	93.282-98-0020	<u>87,511</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Numbers	Federal Expenditures
OTHER PROGRAMS:		
Pass-Through:		
Institute of International Education Hubert H. Humphrey Fellowship Program	82.UNK	\$ <u>155,443</u>
LEAP Academy Charter School Various	84.UNK	<u>78,015</u>
Lockheed Martin Corporation Various	81.DE-AC05-96OR22464	<u>1,389</u>
Middlesex County Various	93.6H89HA00049-05	<u>141,085</u>
National Fondation for IPM Education Various	66.UNK	<u>11,888</u>
National Writing Project Various	84.UNK	<u>19,611</u>
New Jersey Institute of Technology Various	66.R825512-01-0	<u>13,715</u>
New York University Desegregation Assistance, Civil Rights Training & Advisory Services	84.004	(2,797)
Various	84.S004D990013-02	103,990
Various	84.UNK	<u>3,239</u>
Subtotal		<u>104,432</u>
NJ Council for the Humanities Various	45.NEH	<u>9,009</u>
Ocean Spray Cranberries, Inc. Various	10.UNK	<u>5,774</u>
SNJ-DE-State Library Institute of Museum and Library Services	45.301	132,346
State Library Program	45.310	<u>5,254</u>
Subtotal		<u>137,600</u>

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See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
OTHER PROGRAMS:		
Pass-Through:		
SNJ-Department of Commerce & Economic Development Small Business Development Center Various	59.037 59.UNK	\$ (29,773) <u>657,437</u>
Subtotal		<u>627,664</u>
SNJ-Department of Community Affairs Community Services Block Grant Preventive Health and Health and Services Block Grant	93.569 93.991	30,561 <u>67,750</u>
Subtotal		<u>98,311</u>
SNJ-Department of Education Safe and Drug-Free Schools and Communities_State Grant Grants Eisenhower Professional Development State Grants Various	84.186 84.276 84.281 84.UNK	6,797 93,297 70,591 <u>(191)</u>
Subtotal		<u>170,494</u>
SNJ-Department of Environmental Protection Highway Planning and Construction Various Various National Estuary Program Nonpoint Source Implementation Grants Capitalization Grants for Drinking Water State Revolving Fund Various Various	20.205 21.UNK 59.PF95-058 66.456 66.460 66.468 66.480160000577PPGNPSX 66.UNK	130,207 36,886 200 30,024 61,423 11,693 <u>(12,168)</u> <u>39,297</u>
Subtotal		<u>297,562</u>
SNJ-Department of Health and Senior Services HIV Prevention Activities_Health Department Based Various	93.940 93.UNK	1,286 <u>307,378</u>
Subtotal		<u>308,664</u>
SNJ-Department of Human Services Various	10.RNE00C	<u>1,549,978</u>

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RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
OTHER PROGRAMS:		
Pass-Through:		
SNJ-Department of Law and Public Safety:		
Crime Victim Assistance	16.575	\$ 16,410
Various	20.UNK	<u>200,337</u>
Subtotal		<u>216,747</u>
SNJ-Department of Transportation:		
Various	20.99R001	130,706
Various	20.UNK	<u>109,924</u>
Subtotal		<u>240,630</u>
SNJ-DLPS-Division of Criminal Justice:		
Various	16.UNK	<u>64,450</u>
Technical Education Research Centers, Inc.:		
Various	47.ESR 0092129	<u>23,273</u>
Texas A&M University:		
Various	47.EIA 9810937	<u>5,732</u>
Tuskegee University:		
Various	43.NAG10-281	<u>7,051</u>
UMDNJ:		
Various	93.UNK	<u>3,494</u>
United Technologies Research Corporation:		
Federal Transit Grants for Univesity Research and Training	20.502	<u>12,000</u>
University of Connecticut:		
Higher Education Challenge Grants	10.217	<u>28,286</u>
University of Nebraska:		
Various	10.UNK	<u>(190)</u>
University of New Hampshire:		
Highway Planning and Construction	20.205	<u>(38,639)</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

YEAR ENDED JUNE 30, 2001

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Various Federal CFDA Numbers	Federal Expenditures
OTHER PROGRAMS:		
Pass-Through:		
University of Puerto Rico: Biological Sciences	47.074	\$ <u>29,115</u>
University of Vermont:		
Various	10.ENE96-17	1,374
Various	10.NE SARE	<u>15,372</u>
Subtotal		<u>16,746</u>
Subtotal Pass-Through Other Programs		<u>4,509,369</u>
Subtotal Other Programs		<u>31,941,208</u>
Total Expenditures of Federal Awards		<u>\$ 312,402,063</u>

(Continued)

See accompanying note to Schedule of Expenditures of Federal Awards.

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

NOTE TO SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2001

1. BASIS OF PRESENTATION

The purpose of the Supplemental Schedule of Expenditures of Federal Awards (the "Schedule") is to present a summary of those activities of the University for the year ended June 30, 2001, which have been financed by the U.S. Government ("Federal Awards"). For purposes of the Schedule, Federal Awards include all Federal assistance and procurement relationships entered into directly between the University and the Federal government and sub-awards from non-Federal organizations made under federally sponsored agreements. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the activities of the University, 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. For reporting purposes, Federal Expenditures have been classified into three types:

1. Research and development,
2. Student financial aid, and
3. Awards other than student financial aid and sponsored research, principally development and training activities.

The accounting principles followed by the University in each of these areas and used in preparing the accompanying schedules are as follows:

- ***Awards Other Than Student Financial Aid*** - Disbursements (expenditures) for direct costs are recognized as incurred using the accrual method of accounting and the cost accounting principles contained in the U.S. Office of Management and Budget Circular A-21, *Cost Principles for Educational Institutions*. Under those cost principles, certain types of expenditures are not allowable or are limited as to reimbursement. Moreover, expenditures include a portion of costs associated with general university activities which are allocated to Federal Expenditures under negotiated formulas commonly referred to as facilities and administrative ("F&A") costs rates. F&A costs applicable to these cost recoveries are classified as unrestricted expenditures in the Statement of Current Funds Revenues, Expenditures and Other Changes. Credit disbursement amounts typically result from grant or contract closing adjustments or transfers.
- ***Student Financial Aid*** - Disbursements are recognized on the accrual basis for awards made to students and for allowable administrative expenses of running such programs.

* * * * *

**PART II - REPORT ON COMPLIANCE AND ON INTERNAL CONTROL
OVER FINANCIAL REPORTING BASED ON AN AUDIT
PERFORMED IN ACCORDANCE WITH GOVERNMENT
AUDITING STANDARDS**

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

The Board of Governors
The Board of Trustees
Rutgers, The State University of New Jersey

We have audited the financial statements of Rutgers, The State University of New Jersey (the "University") as of and for the year ended June 30, 2001, and have issued our report thereon dated August 31, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

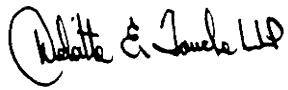
Compliance

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 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 University'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.

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

A handwritten signature in black ink, appearing to read "Robert E. Jones III". The signature is written in a cursive style with a large initial "R".

August 31, 2001

**PART III - REPORT ON COMPLIANCE AND INTERNAL CONTROL
OVER COMPLIANCE APPLICABLE TO EACH MAJOR
PROGRAM**



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND INTERNAL CONTROL OVER COMPLIANCE APPLICABLE TO EACH MAJOR PROGRAM

The Board of Governors
The Board of Trustees
Rutgers, The State University of New Jersey

Compliance

We have audited the compliance of Rutgers, The State University of New Jersey (the "University") with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2001. The University's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the University's management. Our responsibility is to express an opinion on the University's compliance based on our audit.

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

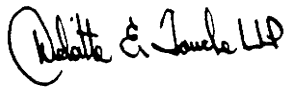
In our opinion, the University complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2001.

Internal Control Over Compliance

The management of the University is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the University's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

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 over compliance and its operation that we consider to be material weaknesses.

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

A handwritten signature in black ink that reads "Deloitte & Touche LLP". The signature is written in a cursive, flowing style.

August 31, 2001

**PART IV - SCHEDULE OF FINDINGS AND
QUESTIONED COSTS**

RUTGERS, THE STATE UNIVERSITY OF NEW JERSEY

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

Part I - Summary of Auditors' Results

1. The independent auditors' report on the financial statements expressed an unqualified opinion.
2. No reportable conditions in internal control over financial reporting were identified.
3. No instance of noncompliance considered material to the financial statements was disclosed by the audit.
4. No reportable conditions in internal control over compliance with requirements applicable to major Federal awards were identified.
5. The independent auditors' report on compliance with requirements applicable to major federal award programs expressed an unqualified opinion.
6. The audit disclosed no findings required to be reported by OMB Circular A-133.
7. The University's major programs were:

Name of Federal Program of Cluster	CFDA Number
Research and Development Cluster	Various
Student Financial Assistance Cluster	Various
Other programs:	
Department of Education-Variou	84.R303K000048
Department of Transportation FTA – Various	20.NJ-26-7006
National Science Foundation	47.0776
Small Business Administration	59.037

8. A threshold of \$3,000,000 was used to distinguish between Type A and Type B programs as those terms are defined in OMB Circular A-133.
9. The Organization qualified as a low-risk auditee as that term is defined in OMB Circular A-133.

Part II - Financial Statement Findings Section

Reference Number	Findings	Questioned Costs
	No matters are reportable.	

Part III - Federal Award Findings and Questioned Cost Section

Reference Number	Findings	Questioned Costs
	No matters are reportable	
