

UNIVERSITY ENTERPRISES CORPORATION AT CSUSB
SINGLE AUDIT REPORT ON FEDERAL AWARDS
YEAR ENDED JUNE 30, 2020



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**UNIVERSITY ENTERPRISES CORPORATION AT CSUSB
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YEAR ENDED JUNE 30, 2020**

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

Board of Directors
University Enterprises Corporation at CSUSB
San Bernardino, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of University Enterprises Corporation at CSUSB (the UEC) (a nonprofit organization), which comprise the statement of financial position as of June 30, 2020, the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 10, 2020.

Internal Control Over Financial Reporting

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

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

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

Board of Directors
University Enterprises Corporation at CSUSB

Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Glendora, California
September 10, 2020



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER
COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

Board of Directors
University Enterprises Corporation at CSUSB
San Bernardino, California

Report on Compliance for Each Major Federal Program

We have audited University Enterprises Corporation at CSUSB's (UEC) (a nonprofit organization) compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on each of UEC's major federal programs for the year ended June 30, 2020. UEC's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of UEC's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about UEC's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, UEC complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control over Compliance

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

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

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of UEC as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise UEC's basic financial statements. We issued our report thereon dated September 10, 2020 which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Board of Directors
University Enterprises Corporation at CSUSB

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

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Glendora, California
September 10, 2020

**UNIVERSITY ENTERPRISES CORPORATION AT CSUSB
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(FEIN: 95-6067343)
YEAR ENDED JUNE 30, 2020**

Federal Grantor/Pass through Grantor	Program Title	Federal CFDA Number	Agency or Pass-through Number	Contracting Agency	Federal Expenditures	Pass-through to Subrecipients
RESEARCH AND DEVELOPMENT						
JOHN F KENNEDY CENTER FOR THE PERFORMING ARTS	S0985 - NG21256-VSA&Accessibility 8/17	10.000	NONE	JOHN F KENNEDY CENTER FOR THE PERFORMING ARTS	(1,558)	-
U.S. DEPARTMENT OF AGRICULTURE	S0868 - FF21127-USDA Exp Learning 8/17	10.223	2015-38422-24058	U.S. DEPARTMENT OF AGRICULTURE	346,427	13,508
TOTAL U.S. Department of Agriculture					344,869	13,508
U.S. DEPARTMENT OF COMMERCE	S0965 - FF21225-CAE Educ&Aware 8/21 S0982 - FF21242-NICE CHLNGS2016-1/2020	11.609	60NANB16D309 -3 60NANB17D010	U.S. DEPARTMENT OF COMMERCE U.S. DEPARTMENT OF COMMERCE	177,241 126,354	-
TOTAL U.S. Department of Commerce					303,595	-
STATE OF CALIFORNIA OFFICE OF PLANNING & RESEARCH	S1035 - GG21295-CASCADE IECE	12.617	0PR17109 A1	STATE OF CALIFORNIA OFFICE OF PLANNING & RESEARCH	13,447	-
NATIONAL SECURITY AGENCY	S1119 - FF21380-CAE-CO SYMPOSIUM 8/20 S1124 - FF21385-CAECOConfluenceDevelop S1199 - FF21461-CAE Regional Resource S1197 - FF21459- CySP Grant Basic S1198 - FF21460 - CySP Grant Annex 2 S1049 - FF21309-2018 CNRC EDUC 9/21/19 S1118 - FF21379-DOD Scholars 8/14/19	12.902	H98230-18-1-0339 -1 H98230-18-1-0340 H98230-19-1-0248 #1 H98230-19-1-0281 H98230-19-1-0281 H98230-17-1-0421 H98230-18-1-0293	NATIONAL SECURITY AGENCY NATIONAL SECURITY AGENCY NATIONAL SECURITY AGENCY NATIONAL SECURITY AGENCY NATIONAL SECURITY AGENCY NATIONAL SECURITY AGENCY NATIONAL SECURITY AGENCY	17,369 9,367 368,731 90,936 295,683 123,604 16,245	-
NATIONAL SECURITY AGENCY	S0989 - FF21248-2017CNRC 4/10/19 S0998 - FF21258-CNAP CURRICULUM4/18/19	12.905	H98230-17-1-0244 H98230-17-1-0286	NATIONAL SECURITY AGENCY NATIONAL SECURITY AGENCY	901 7,680	-
TOTAL U.S. Department of Defense					943,963	-
USGS NATIONAL GRANTS BRANCH	S1093 - FF21354-EarthquakeRecurrence	15.807	G18AP00040 mod 0001	USGS NATIONAL GRANTS BRANCH	5,987	-
TOTAL U.S. Department of Interior					5,987	-
U.S. DEPARTMENT OF JUSTICE	S1060 - FF21320-Untangling WebViolence	16.540	2017-JF-FX-0043	U.S. DEPARTMENT OF JUSTICE	45,151	-
TOTAL U.S. Department of Justice					45,151	-
BOARD OF REGENTS, NSHE, obo UNIVERISTY OF NEVEDA, LAS VEGAS NATIONAL AERONAUTICS AND SPACE ADMINISTRATION	S1089 - FF21350-Fncnl Anlyns Abnd Cndt S1009 - FF21269-Research Opp in Space S1231 - FF21494-NASA CAMP2EX MISSION	43.001	GR07102.02 NNX17AK73G 80NSSC20K0753	BOARD OF REGENTS, NSHE, obo UNIVERISTY OF NEVEDA, LAS VEGAS NATIONAL AERONAUTICS AND SPACE ADMINISTRATION NATIONAL AERONAUTICS AND SPACE ADMINISTRATION	36,521 22,770 -	-
TOTAL National Aeronautics & Space Administration					59,291	-
NATIONAL SCIENCE FOUNDATION	S1200 - FF21462-MRI XRD S1092 - FF21353-REU Site 18/21 S0376 - FF20621-Evolution of Comets	47.049	1920356 1758020 AST-1010012	NATIONAL SCIENCE FOUNDATION NATIONAL AERONAUTICS AND SPACE ADMINISTRATION NATIONAL AERONAUTICS AND SPACE ADMINISTRATION	216,000 86,516 2,451	-
NATIONAL SCIENCE FOUNDATION	S1010 - FF21270-Garlock Fault	47.050	1650364 -001	NATIONAL SCIENCE FOUNDATION	80,283	-
NATIONAL SCIENCE FOUNDATION	S0901 - FF21160-Bio/Aigarchaenta 4/19	47.074	1557058	NATIONAL SCIENCE FOUNDATION	2,902	-
Board of Regents University of Nebraska-Lincoln NATIONAL SCIENCE FOUNDATION	S1112 - GG21373-IPT NOYCE MSTR TCHNG S1209 - FF21471-CREST PHASE II 2/20 S0824 - FF21082-CREST SUPPLEMENT 1/20 S0949 - FF21209-SFS CyberCorps 8/21 S0966 - FF21226-STEM Pre&Post Trfr Scs S1069 - FF21329-ISSUES - X S1083 - FF21344-Math&Scns Schirs fr IE S1111 - FF21372-ADVNCAdptDPTH4STEM8/21 S1133 - FF21394-CollaborativeRsch 8/21 S0725 - FF20982-CREST 1/20 S1125 - NG21386-NSF LSAMP PHV1Yr18/19	47.076	25-0536-0045-003 1914777 1345163 1565574 amnd 003 1644261 1727086 1758500 1760765 1842132 HRD-1345163 532981	Board of Regents University of Nebraska-Lincoln NATIONAL SCIENCE FOUNDATION NATIONAL SCIENCE FOUNDATION NATIONAL SCIENCE FOUNDATION NATIONAL SCIENCE FOUNDATION NATIONAL SCIENCE FOUNDATION NATIONAL SCIENCE FOUNDATION NATIONAL SCIENCE FOUNDATION NATIONAL SCIENCE FOUNDATION NATIONAL SCIENCE FOUNDATION UNIVERSITY ENTERPRISES, INC.	411 126,194 4,886 1,053,304 547,891 368,559 90,741 236,288 241,231 525,026 7,884	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

UNIVERSITY ENTERPRISES CORPORATION AT CSUSB
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
(FEIN: 95-6067343)
YEAR ENDED JUNE 30, 2020

Federal Grantor/Pass through Grantor	Program Title	Federal CFDA Number	Agency or Pass-through Number	Contracting Agency	Federal Expenditures	Pass-through to Subrecipients
NATIONAL SCIENCE FOUNDATION	S0589 - FF20840-RENEW IAEP/SFS 7/2018	47.076	1241541	NATIONAL SCIENCE FOUNDATION	(78)	-
	S0684 - FF20940-SFS Conference 7/18		1241541	NATIONAL SCIENCE FOUNDATION	(981)	-
	S0054 - FF20425-CSUSBNOYCEMath Fellows		DUE-0934761	NATIONAL SCIENCE FOUNDATION	5,798	-
WHATCOMMUNITY COLLEGE	S1228 - GG21491-CYBERWATCH WEST RESOUR		1902329	WHATCOMMUNITY COLLEGE	3,293	-
	S0885 - GG21144-15/19 CYBERWATCH		AGREEMENT 1500375	WHATCOMMUNITY COLLEGE	18,342	-
RIVERSIDE COMMUNITY COLLEGE DISTRICT	S1194 - GG21456-STEM EN FAMILIA 8/21		1832357	RIVERSIDE COMMUNITY COLLEGE DISTRICT	35,807	-
TOTAL National Science Foundation					3,652,748	47,783
U.S. DEPARTMENT OF EDUCATION	S0969 - FF21229-Advising 4 UG Success	84.031	P031C160207-18 Act 5	U.S. DEPARTMENT OF EDUCATION	737,324	-
	S0956 - FF21216-Here to Career 9-30-21		P031S160209	U.S. DEPARTMENT OF EDUCATION	598,674	35,051
	S0955 - FF21215-CSUSB COYOTEFIRST STEP		P031S160239-18	U.S. DEPARTMENT OF EDUCATION	511,269	-
CSU FULLERTON AUX SRVC CORP	S0884 - NG21143-CSUF HEP 6/20	84.141	S-5890-CSUSB	CSU FULLERTON AUX SRVC CORP	6,654	-
UNIVERSITY OF CALIFORNIA OFFICE OF THE PRESIDENT	S1182 - GG21444-ESSA 19/20	84.367	TBD00	UNIVERSITY OF CALIFORNIA OFFICE OF THE PRESIDENT	25,563	-
RIVERSIDE COUNTY OFFICE OF EDUCATION	S1154 - LL21415-MRWC	84.411	C1006753	RIVERSIDE COUNTY OFFICE OF EDUCATION	96,146	(10,747)
U.S. DEPARTMENT OF EDUCATION	S0815 - FF21072-TEEM		U411C140073	U.S. DEPARTMENT OF EDUCATION	339,953	23,558
TOTAL U.S Department of Education					2,315,583	47,862
UNIVERSITY OF SOUTHERN CALIFORNIA	S0986 - NG21245-Untreated Pchosis8/19	93.242	55932151 MOD3	UNIVERSITY OF SOUTHERN CALIFORNIA	5,134	-
NATIONAL INSTITUTE OF HEALTH	S0857 - FF21115-PARADOXUS EPS 7/19	93.859	1R15GM116173-01	NATIONAL INSTITUTE OF HEALTH	12,692	-
	S1229 - FF21492-U-RISE AT CSUSB		1T34GM136467-01	NATIONAL INSTITUTE OF HEALTH	23	-
	S1223 - FF21486-FLU NUCLEO 12/20		25C3GM099559-05	NATIONAL INSTITUTE OF HEALTH	-	-
	S1084 - FF21345-CSUSB MARC Program		5T34GM083883-09	NATIONAL INSTITUTE OF HEALTH	(33)	-
	S1162 - FF21424-CSUSB MARC		5T34GM083883-10	NATIONAL INSTITUTE OF HEALTH	352,864	-
NATIONAL INSTITUTE OF HEALTH	S1235 - FF21498-Biochemical Mutations	93.859	1SC3GM135037-01	NATIONAL INSTITUTE OF HEALTH	2,994	-
TOTAL U.S Department of Health and Human Services					373,674	-
TOTAL Research and Development					8,044,861	109,153
OTHER PROGRAMS						
CALIFORNIA DEPARTMENT OF EDUCATION	S0165 - GG20268-UpwrdBnd SumFd8/9999F4	10.559	36-77360V	CALIFORNIA DEPARTMENT OF EDUCATION	19,827	-
CSU CHICO RESEARCH FOUNDATION	S1164 - NG21426- 2018-2021 CALFRESH	10.561	SUB 18-053	CSU CHICO RESEARCH FOUNDATION	46,196	-
TOTAL U.S Department of Agriculture					66,023	-
STATE OF CALIFORNIA OFFICE OF PLANNING & RESEARCH	S1034 - GG21294-Cascade 5/19	12.617	OPR17103	STATE OF CALIFORNIA OFFICE OF PLANNING & RESEARCH	83,673	-
NATIONAL SECURITY AGENCY	S1160 - FF21422-GENCYBER HS 19	12.903	H98230-19-1-0169	NATIONAL SECURITY AGENCY	16,858	-
NATIONAL SECURITY AGENCY	S1161 - FF21423-GENCYBER MS 19	12.903	H98230-19-1-0148	NATIONAL SECURITY AGENCY	62,376	-
TOTAL U.S Department of Defense					162,907	-
CITY OF CORONA	S1195 - LL21457-City of Corona 19/20	14.218	89480-431	CITY OF CORONA	20,100	-
CITY OF MORENO VALLEY	S1163 - LL21425-MORENO VALLEY CDBG		B-18-MC-06-0567	CITY OF MORENO VALLEY	16,239	-
CITY OF RIVERSIDE	S1144 - LL21405-RiversideMicroEntrprTech		CA18-0529	CITY OF RIVERSIDE	(3,116)	-
CITY OF RIVERSIDE	S1225 - LL21488-RiversideMicroEnterp.		Agreement	CITY OF RIVERSIDE	52,549	-
RIVERSIDE COUNTY	S1070 - LL21330-CountyofRiverside17/18		4.222-17 amend	RIVERSIDE COUNTY	-	-
RIVERSIDE COUNTY ECONOMIC DEVELOPMENT AGENCY	S1224 - LL21487-Riverside County Sm Bs		4.239-19	RIVERSIDE COUNTY ECONOMIC DEVELOPMENT AGENCY	10,000	-
TOTAL Housing and Urban Development					95,772	-
BUREAU OF INDIAN AFFAIRS	S1208 - FF21470-NAGPRA 19/20	15.159	A19AC00042	BUREAU OF INDIAN AFFAIRS	20,057	-
TOTAL U.S Department of Interior					20,057	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

UNIVERSITY ENTERPRISES CORPORATION AT CSUSB
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
(FEIN: 95-6067343)
YEAR ENDED JUNE 30, 2020

Federal Grantor/Pass through Grantor	Program Title	Federal CFDA Number	Agency or Pass-through Number	Contracting Agency	Federal Expenditures	Pass-through to Subrecipients
CSU FULLERTON AUX SRVC CORP	S1147 - NG21408-INLAND EMPI SBDC 18/19	59.037	S-7056 CSUSB	CSU FULLERTON AUX SRVC CORP	\$ 223,468	\$ -
CSU FULLERTON AUX SRVC CORP	S1215 - NG21478-Inland Empire SBDC	59.037	S7308-CSUSB	CSU FULLERTON AUX SRVC CORP	333,902	-
U.S. SMALL BUSINESS ADMINISTRATION	S1234 - FF21497-Coachella ValliWBC CARE	59.043	SBAHQ200129	U.S. SMALL BUSINESS ADMINISTRATION	1,823	-
	S1233 - FF21496-INLAND EMPIREWBC CARE		SBAHQ20C0130	U.S. SMALL BUSINESS ADMINISTRATION	-	-
	S1201 - FF21463-Coachella Valley WBC		SBAHQ-1-W/0003 04	U.S. SMALL BUSINESS ADMINISTRATION	99,309	-
	S1203 - FF21465-Inland Empire WBC		SBAHQ-17-W-0003	U.S. SMALL BUSINESS ADMINISTRATION	100,158	-
	S1129 - FF21390-Inland Empire WBC		SBAHQ-17W/0003	U.S. SMALL BUSINESS ADMINISTRATION	49,983	-
	S1127 - FF21388-Coachella Valley WBC		SBHQ-17-W-0002	U.S. SMALL BUSINESS ADMINISTRATION	20,452	-
STATE OF CALIFORNIA	S1156 - GG21417 - STEP	59.061	18-0421-002-ST	STATE OF CALIFORNIA	132,967	-
	S1237 - GG21500-STEP Y8		19-0720-005-SF	STATE OF CALIFORNIA	8,956	-
	TOTAL U.S Small Business Administration				971,018	-
U.S. DEPARTMENT OF EDUCATION	S0861 - FF21119-SAIL Program Yr.4	84.042	P042A150778 -19	U.S. DEPARTMENT OF EDUCATION	429,718	-
U.S. DEPARTMENT OF EDUCATION	S0952 - FF21212-Talent Search Rialto	84.044	P0441A160727	U.S. DEPARTMENT OF EDUCATION	246,639	-
	S0951 - FF21211-Talent Search San Bdn		P044A160723-18	U.S. DEPARTMENT OF EDUCATION	230,758	-
	S0953 - FF21213-Talent Search Colton		P044A160733-18	U.S. DEPARTMENT OF EDUCATION	244,603	-
U.S. DEPARTMENT OF EDUCATION	S1054 - FF21314-UpwardBound Math/Scnce	84.047	P047M170043 #8	U.S. DEPARTMENT OF EDUCATION	271,734	-
	S0528 - FF20778-UpwardBound Rialto YR4		P047A120164 -16	U.S. DEPARTMENT OF EDUCATION	3,432	-
	S0527 - FF20777-Upward Bound SB YR 4		P047A121599 16	U.S. DEPARTMENT OF EDUCATION	(105)	-
	S1008 - FF21268-Upward Bound Rialto		P047A170631-19	U.S. DEPARTMENT OF EDUCATION	285,354	-
	S1007 - FF21267-Upward Bound San Bern		PO47A170630 - 19	U.S. DEPARTMENT OF EDUCATION	291,873	-
	TOTAL TRIO Cluster				2,004,006	-
CALIFORNIA DEPT OF REHABILITATION	S1190 - GG21452-WorkAbility IV 19/20	84.126	PO 57817	CALIFORNIA DEPT OF REHABILITATION	297,855	-
CSU SAN BERNARDINO	S1107 - GG21368-WorkAbility IV 18/19		PO 48942	CSU SAN BERNARDINO	(3,620)	-
U.S. DEPARTMENT OF EDUCATION	S0797 - FF21055-LongTermRehbCnsingPrg	84.129	H129B140025-17	U.S. DEPARTMENT OF EDUCATION	(10,838)	-
U.S. DEPARTMENT OF EDUCATION	S0791 - FF21049-GEAR UP YR.2	84.334	P334A140110-19	U.S. DEPARTMENT OF EDUCATION	2,015,293	-
U.S. DEPARTMENT OF EDUCATION	S1120 - FF21381-CCAMPIS MAIN	84.335	P335A180097-18	U.S. DEPARTMENT OF EDUCATION	57,306	-
	S1122 - FF21383-CCAMPIS ITLS		P335A180097-18	U.S. DEPARTMENT OF EDUCATION	194,057	-
	S1121 - FF21382-CCAMPIS ChildrenCenter		P335A180097-18	U.S. DEPARTMENT OF EDUCATION	16,910	-
UNIVERSITY OF CALIFORNIA OFFICE OF THE PRESIDENT	S1101 - GG21362-ESSA18 CMP - 6/19	84.367	15CMP-SAN BERNARDINO	UNIVERSITY OF CALIFORNIA OFFICE OF THE PRESIDENT	(152)	-
	S1183 - GG21445-RIMS ESSA 19/20		ESSA 19-TCAP-SB RIMS	UNIVERSITY OF CALIFORNIA OFFICE OF THE PRESIDENT	85,396	-
	S1104 - GG21365-TCAP ESSA 18/19		ESSA18-TCAP-SO	UNIVERSITY OF CALIFORNIA OFFICE OF THE PRESIDENT	(3,964)	-
	S1186 - GG21448-TCAP ESSA 19/20		ESSA19-TCAP-SO	UNIVERSITY OF CALIFORNIA OFFICE OF THE PRESIDENT	168,987	-
CALIFORNIA DEPARTMENT OF REHABILITATION	S0968 - GG21228-CaPROMISE 16/18	84.418	30124	CALIFORNIA DEPARTMENT OF REHABILITATION	(210)	-
	TOTAL U.S Department of Education				4,821,026	-
HEALTH RESOURCES AND SERVICES ADMINISTRATION	S1100 - FF21361-NurseFac Loan Pgm 6/19	93.264	E01HP27050	HEALTH RESOURCES AND SERVICES ADMINISTRATION	58,804	-
	S0938 - FF21198-NurseFac Loan Prg 6/17		E01HP27050-02-00	HEALTH RESOURCES AND SERVICES ADMINISTRATION	(58,804)	-
NATIONAL INSTITUTE OF HEALTH	S1236 - FF21499-SPAD ASPIRE4/21	93.310	1UC2GM137444-01	NATIONAL INSTITUTE OF HEALTH	-	-
REGENTS OF THE UNIVERSITY OF CALIFORNIA	S1029 - GG21289 PTWY 6/18	93.658	9252-A1	REGENTS OF THE UNIVERSITY OF CALIFORNIA	7	-
	S1184 - GG21446- Title IV-E 6-30-20		9904-01/CSUSB	REGENTS OF THE UNIVERSITY OF CALIFORNIA	2,426,546	-
	S1102 - GG21363-TITLE-IVE 2018/19		9904/CSUSB	REGENTS OF THE UNIVERSITY OF CALIFORNIA	(7,284)	-
	TOTAL U.S Department of Health and Human Services				2,419,269	-
SAN BERNARDINO COUNTY FIRE PROTECTION DISTRICT	S1123 - LL21384-CCTA-GAP Analysis	97.133	EMW2016GR00237	SAN BERNARDINO COUNTY FIRE PROTECTION DISTRICT	31,624	-
	TOTAL U.S Department of Homeland Security				31,624	-
	TOTAL Other Programs				8,587,696	-
	TOTAL ALL PROGRAMS				\$ 16,632,557	\$ 109,153

See accompanying Notes to Schedule of Expenditures of Federal Awards.

UNIVERSITY ENTERPRISES CORPORATION AT CSUSB
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2020

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the UEC under programs of the federal government for the year ended June 30, 2020. The information in this schedule is presented in accordance with the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the UEC, it is not intended to and does not present the financial position, changes in net assets or cash flows of the UEC.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

NOTE 3 INDIRECT COST RATE

A nonfederal entity may have a federally negotiated indirect cost rate that is being used for federal awards. In general, under 2 CFR 200.414(f), if an entity has never received a negotiated indirect cost rate, the entity may elect to use a 10 percent de minimis indirect cost rate. The entity has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

**UNIVERSITY ENTERPRISES CORPORATION AT CSUSB
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2020**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified that are not considered to be material weakness(es)? _____ yes x none reported
3. Noncompliance material to financial statements noted? _____ yes x no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified that are not considered to be material weakness(es)? _____ yes x none reported
2. Type of auditors’ report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a)? _____ yes x no

Identification of Major Federal Programs

CFDA Number(s)	Name of Federal Program or Cluster
10.223, 47.076, 84.031, 93.859	Research and Development Cluster

Dollar threshold used to distinguish between Type A and Type B programs: \$ 750,000

Auditee qualified as low-risk auditee pursuant? x yes _____ no

**UNIVERSITY ENTERPRISES CORPORATION AT CSUSB
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2020**

Section II – Financial Statement Findings

There are no findings in the current audit period.

**UNIVERSITY ENTERPRISES CORPORATION AT CSUSB
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2020**

Section III – Findings and Questioned Costs – Major Federal Programs

There are no findings in the current audit period.

UNIVERSITY ENTERPRISES CORPORATION AT CSUSB
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2020

Section II – Financial Statement Findings

Finding No. 2019 – 001

Significant Deficiency – Segregation of Duties

Criteria: Proper segregation of duties should be in place for accounts payable and payroll processes.

Condition and Context: During the audit, a lack of segregation of duties was noted in the University's Accounting process due to management and personnel turnover and the organizational restructuring in the current year. In fiscal year 2019, the former Auxiliary Accounting department and the University General Accounting department were consolidated into the new Accounting Services department. During the consolidation of the two departments, the proper segregation of duties for accounting staff was not maintained and several key functions of the accounts payable and payroll processes are able to be completed by the same individuals.

Cause: The entity did not have proper segregation of duties in place due to the reorganization of the Auxiliary's accounting department and turnover of key management.

Effect: Proper segregation of duties dictates that the function or recording, authorization, custody and execution are not dominated by one individual. Adequately segregated duties helps to reduce the possibility of fraud and defalcations from occurring and to ensure the integrity of the information provided by the Accounting Services financial reporting system.

Recommendation: We recommend that management perform a review of the roles and responsibilities of the Accounting Services department and modify access permissions, as able.

Status: Implemented.

**UNIVERSITY ENTERPRISES CORPORATION AT CSUSB
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS (CONTINUED)
YEAR ENDED JUNE 30, 2020**

Section III – Findings and Questioned Costs – Major Federal Programs

Finding No. 2019-002

Noncompliance

Federal Program: Small Business Development Centers – CFDA 59.037

Criteria: Based on subcontract number S-7056-CSUSB, the entity is required to submit a semi-annual report within 15 days after the end of the second quarter.

Condition: The entity did not submit the semi-annual report by the reporting deadline.

Cause: The entity did not report to the granting agency in a timely manner.

Effect: The entity could jeopardize future funding from the granting agency.

Questioned Costs: None.

Identification as a Repeat Finding: This is not a repeat finding.

Recommendation: We recommend the entity communicate to the program personnel the importance of adhering to reporting deadlines and implementing automatic reminders for upcoming reporting deadlines.

Status: Implemented.