

CALIFORNIA STATE UNIVERSITY

DOMINGUEZ HILLS FOUNDATION

I.D. No. 952543028

SINGLE AUDIT REPORTS

For the Year Ended June 30, 2007

CALIFORNIA STATE UNIVERSITY DOMINGUEZ HILLS FOUNDATION

**SINGLE AUDIT REPORTS
For the Year Ended June 30, 2007**

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

The Board of Directors
California State University Dominguez Hills Foundation

We have audited the financial statements of California State University Dominguez Hills Foundation (the Foundation) as of and for the year ended June 30, 2007 which collectively comprise the Foundation's basic financial statements, and have issued our report thereon dated September 25, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Foundation's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Foundation's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, as discussed in a separate management letter dated September 25, 2007, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies. We do not believe these significant deficiencies are material weaknesses.

**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**

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the Foundation's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Foundation's financial statements that is more than inconsequential will not be prevented or detected by the Foundation's internal control.

A material weakness is a significant deficiency, or a combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Foundation's internal control.

Compliance and Other Matters

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

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

Vicenti, Lloyd & Stutzman LLP
VICENTI, LLOYD & STUTZMAN LLP

September 25, 2007



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

Board of Directors
California State University Dominguez Hills Foundation

Compliance

We have audited the compliance of California State University Dominguez Hills Foundation (the Foundation) 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, 2007. The Foundation's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Foundation's management. Our responsibility is to express an opinion on the Foundation's compliance based on our audit.

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

In our opinion, the Foundation's 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, 2007.

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

Internal Control Over Compliance

The management of the Foundation is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Foundation'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, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Foundation's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was to the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

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

Vicenti, Lloyd & Stutzman LLP

VICENTI, LLOYD & STUTZMAN LLP

September 25, 2007

**CALIFORNIA STATE UNIVERSITY
DOMINGUEZ HILLS FOUNDATION**

**Schedule of Expenditures of Federal Awards
Year Ended June 30, 2007**

| <u>Federal grantor/pass-through agent/program title</u> | <u>Catalog of Federal Domestic Assistance Number</u> | <u>Total Federal Expenditures</u> |
|---|--|---------------------------------------|
| Research and Development Cluster: | | |
| National Science Foundation | | |
| Passed through University of Wisconsin | | |
| SCALE | 47.076 | \$ 1,258,734 |
| System Wide Study | 47.076 | 38,114 |
| Passed through Sacramento State University | | |
| Louis Stokes AMP | 47.076 | 32,809 |
| | | <u>1,329,657</u> |
| Department of Health and Human Services | | |
| Direct Programs: | | |
| Minority Biomedical Research Support Program | | |
| RISE | 93.859 | 234,263 |
| SCORE | 93.859 | 493,372 |
| ATM Regulation | 93.859 | 2,429 |
| Passed through Rand Corporation | | |
| Patients in HIV Care | 93.859 | 6,886 |
| Passed through Harbor UCLA-REI | | |
| Initiatives for Minorities | 93.859 | 2,500 |
| | | <u>739,450</u> |
| Department of Defense | | |
| Direct Programs: | | |
| Evaluations of Outcomes O&P | 12.420 | 112,969 |
| Instrumentation Support | 12.431 | 127,304 |
| | | <u>240,273</u> |

**CALIFORNIA STATE UNIVERSITY
DOMINGUEZ HILLS FOUNDATION**

**Schedule of Expenditures of Federal Awards
Year Ended June 30, 2007**

| <u>Federal grantor/pass-through agent/program title</u> | <u>Catalog of Federal Domestic Assistance Number</u> | <u>Total Federal Expenditures</u> |
|---|--|---------------------------------------|
| National Geospatial Intelligence Agency | | |
| Direct Programs: | | |
| IC: Center for Academic Excellence | 12.630 | 31,774 |
| Information Fusion | 12.630 | 35,720 |
| | | <u>67,494</u> |
| National Highway Traffic Safety Administration | | |
| Passed through CSU-Fresno | | |
| State and Community Highway Safety | 20.600 | 9,301 |
| | | <u>9,301</u> |
| National Science Foundation | | |
| Direct Programs: | | |
| Studies of Neutrinos | 47.049 | 116,595 |
| Assessment of MTBE | 47.050 | 44,975 |
| Architecture & Power in Peru | 47.075 | 68,337 |
| Passed through University of Texas El Paso | | |
| BPC-A Computing Alliance W/HIS | 47.070 | 29,901 |
| | | <u>259,808</u> |
| Environmental Protection Agency | | |
| Direct Program: | | |
| Urban Environmental Research | 66.606 | 53,644 |
| | | <u>53,644</u> |

**CALIFORNIA STATE UNIVERSITY
DOMINGUEZ HILLS FOUNDATION**

**Schedule of Expenditures of Federal Awards
Year Ended June 30, 2007**

| <u>Federal grantor/pass-through agent/program title</u> | <u>Catalog of Federal Domestic Assistance Number</u> | <u>Total Federal Expenditures</u> |
|--|--|---------------------------------------|
| National Institute of Health | | |
| Direct Programs: | | |
| See Older Age in AIDS/HIV | 93.866 | (887) |
| U*STAR | 93.859 | 58,126 |
| Bridges to Baccalaureate | 93.859 | 31,097 |
| Bridges to Baccalaureate | 93.859 | 318 |
| Passed Through American Psychological Association Developing Minority BioMed Research | 93.880 | 11,847 |
| Passed through American Society of Microbiologist Bridges to Baccalaureate | 93.859 | 1,590 |
| Passed through Applied Quantum Medical Corporation X-Ray Scatter Density Study | 93.172 | 27,976 |
| Passed through Rand Corporation GIS Alcohol Marketing | 93.273 | 41,023 |
| Passed through LA BioMed (Harbor UCLA) Double Blind Randomized Study | NA | 21,309 |
| | | <u>192,399</u> |
| Total Research and Development Cluster | | <u>2,892,026</u> |
| Corporation for National and Community Service | | |
| Passed through the Council of Greater City Schools | 94.006 | 60,086 |
| Americorps | 94.006 | 3,877 |
| Americorps Justice | | <u>63,963</u> |
| Department of Labor | | |
| Passed through EDA-Riverside Nurses Workforce Initiatives | 17.266 | 2,436 |
| | | <u>2,436</u> |
| Housing & Urban Development | | |
| Direct Program: | | |
| Home Childcare "Microenterprise" | 14.514 | 126,987 |
| | | <u>126,987</u> |

**CALIFORNIA STATE UNIVERSITY
DOMINGUEZ HILLS FOUNDATION**

**Schedule of Expenditures of Federal Awards
Year Ended June 30, 2007**

| <u>Federal grantor/pass-through agent/program title</u> | <u>Catalog of Federal Domestic Assistance Number</u> | <u>Total Federal Expenditures</u> |
|---|--|---------------------------------------|
| Department of Agriculture | | |
| Direct Program: | | |
| Agribusiness Management | 10.223 | 9,526 |
| | | <u>9,526</u> |
| Small Business Administration | | |
| Direct Program: | | |
| US Small Business Administration | 59.000 | 128,158 |
| | | <u>128,158</u> |
| National Archives | | |
| Direct Program: | | |
| Early Los Angeles Ranchos History | 89.003 | 7,086 |
| | | <u>7,086</u> |
| Department of Education | | |
| Direct Programs: | | |
| Title V-Operational/Management | 84.031 | 1,110,522 |
| TRIO-Student Support Services | 84.042 | 241,476 |
| FIPSE Comprehensive Program | 84.116 | 109,848 |
| Tapestry 2003 | 84.120 | 24,401 |
| McNair Scholarship | 84.217 | 193,375 |
| Special Education-Personnel Preparation to Improve Services & Results for Children with Disabilities | 84.325 | 64,478 |
| QED | 84.336 | 1,172,070 |
| Transition To Teaching | 84.350 | 541,170 |
| School Leadership Program | 84.363 | 1,412 |
| Passed through the CA Department of Education | | |
| CA Distance Learning Project | 84.002 | 606,629 |
| Passed through Los Angeles Unified School District | | |
| GEAR-UP Project | 84.334 | 91,580 |

**CALIFORNIA STATE UNIVERSITY
DOMINGUEZ HILLS FOUNDATION**

**Schedule of Expenditures of Federal Awards
Year Ended June 30, 2007**

| <u>Federal grantor/pass-through agent/program title</u> | <u>Catalog of Federal Domestic Assistance Number</u> | <u>Total Federal Expenditures</u> |
|---|--|---------------------------------------|
| Department of Education (cont.) | | |
| Passed through University of CA Office of the President NCLB-CMP Dominguez Hills | 84.367 | <u>21,594</u> |
| Total Department of Education (non-research and development) | | <u>4,178,555</u> |
| Department of Health and Human Services | | |
| Direct Program: | | |
| Advanced Education Nursing Trainees | 93.264 | 76,341 |
| Passed Through Research Corporation | | |
| KAFO Ambulation | 93.235 | 11,193 |
| Passed Through California Department of Human Services | | |
| Medically Vulnerable Infant Project | 93.994 | <u>9,289</u> |
| Total Department of Health and Human Services (non-research and development) | | <u>96,823</u> |
| National Endowment for Humanities | | |
| Direct Programs: | | |
| LA African Diasporas | 45.167 | <u>2</u> |
| | | <u>2</u> |
| Total Federal Awards Expended | | <u><u>\$ 7,505,562</u></u> |

CALIFORNIA STATE UNIVERSITY DOMINGUEZ HILLS FOUNDATION
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2007

Note 1: Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. It presents the activity of all federal award programs received directly from federal agencies as well as federal awards passed through other agencies. The Foundation's reporting entity is defined in Note 1 of the Foundation's financial statements.

Note 2: Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting, as described in note 2 of the notes to the financial statements of the Foundation as of and for the year ended June 30, 2007.

Note 3: Relationship to Federal Financial Reports

Amounts reported in the accompanying Schedule of Expenditures of Federal Awards agree, in all material respects, with amounts reported in the related federal financial reports filed by the California State University Dominguez Hills Foundation.

**CALIFORNIA STATE UNIVERSITY
DOMINGUEZ HILLS FOUNDATION**

**Schedule of Subrecipients
Year ended June 30, 2007**

| Funding Source | CFDA # | Acct. # | Program Title | Sub-Recipients | Amounts |
|--|--------|---------|------------------------------|--|---------------------------------|
| National Science Foundation Pass through University of Wisconsin | 47.076 | 5046 | SCALE | The University Corporation CSU Northridge BSCS Agile Mind | \$ 18,550 135,179 242,740 |
| Department of Education | 84.031 | 5441 | Title V- Gateways Operations | Cerritos College | 179,469 |
| Department of Education | 84.031 | 5443 | Title V Gateways-Operations | Cerritos College | 127,321 |
| Department of Education Pass through State of California | 84.002 | 5662 | California Distance Learning | Sacramento County of Education | 288,214 |
| Department of Health & Human Services/ National Institute of Health | 93.859 | 5686 | U*STAR Year 8 | LA BioMed Research Institute | 3,433 |
| Department of Health & Human Services/ National Institute of Health | 93.859 | 5745 | Bridges to Baccalaureate | Charles Drew Medical Institute | 11,638 |
| | | | TOTAL | | <u>\$ 1,006,544</u> |

CALIFORNIA STATE UNIVERSITY DOMINGUEZ HILLS FOUNDATION

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
SUMMARY OF AUDITOR RESULTS
June 30, 2007**

Section I : Summary of Auditor's Results

Financial Statements

Type of auditor's report issued September 25, 2007:

Unqualified

Internal control over financial reporting:

Material weaknesses identified?

 Yes X No

Significant deficiencies identified not considered
to be material weaknesses?

 X Yes None reported

Noncompliance material to financial statements noted?

 Yes X No

Federal Awards

Internal control over major programs:

Material weaknesses identified?

 Yes X No

Reporting condition(s) identified not considered
to be material weaknesses?

 Yes X None reported

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

Unqualified

Any audit findings disclosed that are required to be
reported in accordance Circular A-133,
Section .510(a)?

 Yes X No

Identification of major programs:

CFDA Number(s)

Name of Federal Program or Cluster

Various
14.514

Research and Development
Home Childcare "Microenterprise"

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

\$ 300,000

Auditee qualified as low-risk auditee?

 X Yes No

CALIFORNIA STATE UNIVERSITY DOMINGUEZ HILLS FOUNDATION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

Section II: Financial Statement Findings

See separate management letter dated September 25, 2007

Section III: Federal Award Findings and Questioned Costs

There were no findings related to the federal awards for the fiscal year ended June 30, 2007

CALIFORNIA STATE UNIVERSITY DOMINGUEZ HILLS FOUNDATION

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2007

There were no findings for the fiscal year ended June 30, 2006.