

**UNIVERSITY OF OKLAHOMA
HEALTH SCIENCES CENTER**

June 30, 2014

UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013

AUDITED FINANCIAL STATEMENTS

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REPORTS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*
AND OMB CIRCULAR A-133

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Independent Auditors' Report

Board of Regents of the University of Oklahoma
University of Oklahoma Health Sciences Center
Norman, Oklahoma

Report on the Financial Statements

We have audited the accompanying financial statements of the University of Oklahoma Health Science Center (the "Center"), a component unit of the State of Oklahoma, which comprise the statements of net position as of June 30, 2014 and 2013, and the related statements of revenues, expenses, and changes in net position, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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. 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the University of Oklahoma Health Science Center as of June 30, 2014 and 2013, and the changes in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information (schedule of funding progress and notes to required supplementary information) as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 7, 2014, on our consideration of the Center's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Center's internal control over financial reporting and compliance.

Cole & Reed P.C.

Oklahoma City, Oklahoma
October 7, 2014

UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER
Management's Discussion and Analysis
Years Ending June 30, 2014 and 2013

The discussion and analysis of The University of Oklahoma Health Sciences Center's (the "Center") financial statements provides an overview of the Center's financial activities for the years ending June 30, 2014 and 2013. Management has prepared the financial statements and the related footnote disclosures along with the discussion and analysis.

FINANCIAL HIGHLIGHTS

2014

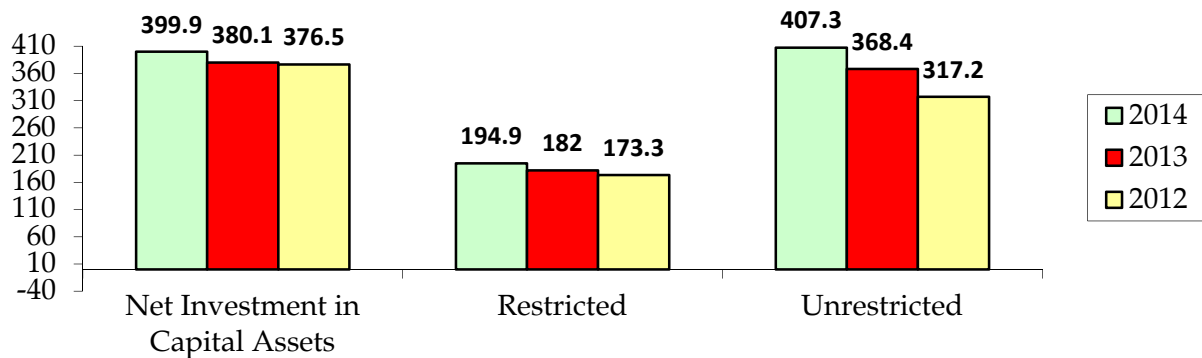
The Center's financial position, as a whole, improved during the fiscal year ending June 30, 2014. Net position increased approximately \$71.6 million or 7.7% over the previous year. The change resulted from increases in net investment in capital assets of \$19.8 million, unrestricted net position of \$39 million, and restricted net position of \$12.8 million.

2013

The Center's financial position, as a whole, improved during the fiscal year ending June 30, 2013. Net position increased approximately \$63.5 million or 7.3% over the previous year. The change resulted from increases in net investment in capital assets of \$3.6 million, unrestricted net position of \$51.2 million, and restricted net position of \$8.7 million.

The following graph illustrates the comparative change in net position by category for the periods ended June 30:

NET POSITION (*in Millions*)



OVERVIEW OF THE FINANCIAL STATEMENTS AND FINANCIAL ANALYSIS

This report consists of Management's Discussion and Analysis (this part), the Statements of Net Position, the Statements of Revenues, Expenses, and Changes in Net Position, and the Statements of Cash Flows. These statements provide both long-term and short-term financial information on the Center as a whole.

UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER
Management's Discussion and Analysis--Continued
Years Ending June 30, 2014 and 2013

**THE STATEMENTS OF NET POSITION AND STATEMENTS OF REVENUES,
EXPENSES, AND CHANGES IN NET POSITION**

The Statements of Net Position and the Statements of Revenues, Expenses, and Changes in Net Position report the Center's net position and how it has changed. Net position - the difference between combined assets and deferred outflows of resources and combined liabilities and deferred inflows of resources - is one way to measure the Center's financial health, or position. Over time, increases or decreases in the Center's net position are indicators of whether its financial health is improving. Non-financial factors are also important to consider, including student enrollment, condition of campus buildings, patient census, and trends in national health care reimbursement policies.

These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting. All of the current year's revenues and expenses are recognized when earned or incurred, regardless of when cash is received or paid.

The following summarizes the Center's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position as of June 30, as well as, the Center's revenues, expenses, and changes in net position for the periods ended June 30:

CONDENSED STATEMENTS OF NET POSITION, END OF YEAR *(in millions)*

	<u>2014</u>	<u>2013</u>	<u>2012</u>
Current Assets	\$ 743.6	\$ 694.4	\$ 602.5
Capital Assets, net	587.3	510.6	511.5
Other Noncurrent Assets	<u>49.2</u>	<u>49.2</u>	<u>48.6</u>
Total Assets	1,380.1	1,254.2	1,162.6
 Deferred Outflows of Resources	 0.6	 0.8	 1.2
Current Liabilities	106.3	112.2	86.1
Noncurrent Liabilities	<u>271.5</u>	<u>212.3</u>	<u>210.7</u>
Total Liabilities	377.8	324.5	296.8
 Deferred Inflows of Resources	 0.8	 -	 -
Net Position:			
Net investment in capital assets	399.9	380.1	376.5
Restricted	194.9	182.0	173.3
Unrestricted	<u>407.3</u>	<u>368.4</u>	<u>317.2</u>
Total Net Position	<u>\$ 1,002.1</u>	<u>\$ 930.5</u>	<u>\$ 867.0</u>
Increase in Net Position	<u>\$ 71.6</u>	<u>\$ 63.5</u>	

UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER
Management's Discussion and Analysis--Continued
Years Ending June 30, 2014 and 2013

**THE STATEMENTS OF NET POSITION AND STATEMENTS OF REVENUES,
EXPENSES, AND CHANGES IN NET POSITION--Continued**

CONDENSED STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION,
YEAR ENDED (*in millions*)

	<u>2014</u>	<u>2013</u>	<u>2012</u>
Operating Revenues	\$ 809.2	\$ 712.6	\$ 685.1
Operating Expenses	<u>890.0</u>	<u>831.2</u>	<u>795.1</u>
Operating Loss	(80.8)	(118.6)	(110.0)
Net Nonoperating Revenues	137.4	169.8	128.7
Other Revenues, Expenses, and Gains or Losses	<u>15.0</u>	<u>12.3</u>	<u>19.2</u>
Net Change in Net Position	71.6	63.5	37.9
Net Position at Beginning of Year	<u>930.5</u>	<u>867.0</u>	<u>829.1</u>
Net Position at End of Year	<u><u>\$ 1,002.1</u></u>	<u><u>\$ 930.5</u></u>	<u><u>\$ 867.0</u></u>

OPERATING REVENUES

The following summarizes the Center's operating revenues for the periods ended June 30:

OPERATING REVENUES, (*in millions*)

	<u>2014</u>	<u>2013</u>	<u>2012</u>
Tuition and Fees	\$ 57.7	\$ 57.2	\$ 53.5
Patient Care	372.7	335.4	317.8
Grants and Contracts	299.8	255.1	242.9
Sales and Services of Educational Activities	1.3	1.6	1.4
Auxiliary Enterprises	27.5	20.6	21.8
Other	<u>50.2</u>	<u>42.7</u>	<u>47.7</u>
Total Operating Revenues	<u><u>\$ 809.2</u></u>	<u><u>\$ 712.6</u></u>	<u><u>\$ 685.1</u></u>

Changes in operating revenues included the following:

2014

Student tuition and fees revenue increased .9% or \$.5 million in fiscal year 2014.

Patient care increased significantly over the past year with additional revenues of \$37.3 million. This was the due to increased patient volume, procedures performed and higher gross charges within the OU Physicians clinical practice.

Federal grants and contracts increased during the year by \$4.2 million. This was primarily in awards funded by the National Institutes of Health.

UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER
Management's Discussion and Analysis--Continued
Years Ending June 30, 2014 and 2013

OPERATING REVENUES--Continued

2014-Continued

State grants and contracts increased during 2014 with additional revenues of \$1.6 million, or 1.9%. This was primarily due to increased Graduate Medical Education (GME) funding for the College of Medicine-Tulsa.

Private grants and contracts increased significantly over the past year with increased revenues of \$38.9 million. The increase was primarily the result of the Center entering into a contract with the OU Medical Center for mission support.

Sales and services of auxiliary enterprises had a decrease in revenues during 2014 of \$.3 million.

Other revenues increased \$7.5 million during the year. This was primarily due to increased pharmaceutical sales during the year.

2013

Student tuition and fees revenue increased 7% or \$3.7 million in fiscal year 2013. This was primarily due to tuition rate and mandatory fee increases.

Patient care increased significantly over the past year with additional revenues of \$17.6 million. This was due to increased patient volume in areas such as Cancer Care, Anesthesiology, and Neurosurgery.

Federal grants and contracts decreased during the year by \$1.6 million. This was primarily in awards funded by the National Institutes of Health.

State grants and contracts reflected a significant increase over the past year with additional revenues of \$16.2 million or 22.9%. This was primarily due to increased Graduate Medical Education (GME) funding for the College of Medicine-Tulsa, new grant funding for the Stephenson Cancer Center and new grant funding received from the University Hospitals Authority & Trust.

Private grants and contracts decreased during 2013 with lower revenues of \$2.4 million. The decrease was primarily due to a reduction in funding received from the OU Medical Center for mission support offset by an increase in revenues received by the Stephenson Cancer Center.

Sales and services of auxiliary enterprises had a decrease in revenues during 2013 of \$1.2 million.

Other revenues decreased \$5 million during the year. This was primarily due to the reclass of revenues into other operating revenue categories.

UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER
Management's Discussion and Analysis--Continued
Years Ending June 30, 2014 and 2013

OPERATING EXPENSES

The following summarizes the Center's operating expenses for the periods ended June 30:

OPERATING EXPENSES (*in millions*)

	2014	2013	2012
Compensation and benefits	\$ 610.9	\$ 582.0	\$ 560.2
Contractual services	66.6	62.5	58.9
Supplies and materials	98.6	82.7	73.6
Depreciation	26.7	24.3	24.0
Utilities	13.6	12.5	12.6
Communications	6.8	6.6	6.3
Scholarships	2.3	2.2	2.1
Other	64.5	58.3	57.4
Total Operating Expenses	<u>\$ 890.0</u>	<u>\$ 831.1</u>	<u>\$ 795.1</u>

Changes in operating expenses were the result of the following:

2014

Compensation and benefits expense increased 5% or \$28.9 million during fiscal year 2014. This was due to an increase in faculty and staff salaries during the year, as well as an increase in professional practice plan supplementation payments. There also was an increase in associated benefit costs.

Contractual services expense increased \$4.1 million during the past year. This was due to an increase in subrecipient payments made on grant awards and increased contractual activity occurring in auxiliary and service unit operations.

Supplies and materials expense showed a significant increase for the year of 19.2%, or \$15.9 million. This was due to increased purchases of pharmaceutical drugs for patient care.

Depreciation expense increased 10% or \$2.4 million for the year. The increase was due to an overall increase in the capital asset base.

Utilities expense showed an increase of 8.8% or \$1.1 million. This was primarily due to expanded services provided to the newly acquired University Research Park.

Other expenses increased by 10.6% or \$6.2 million during the year. The increase was due to settlement payments made during the year, offset by a decrease in malpractice insurance premiums.

2013

Compensation and benefits expense increased 3.9% or \$21.8 million during fiscal year 2013. This was due to an increase in faculty and staff salaries during the year, as well as an increase in professional practice plan supplementation payments. There also was an increase in associated benefit costs.

UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER
Management's Discussion and Analysis--Continued
Years Ending June 30, 2014 and 2013

OPERATING EXPENSES--Continued

2013--Continued

Contractual services expense increased approximately \$3.6 million during the past year. This was primarily related to services provided for the new Information Technology Data Center and, to a lesser degree, building maintenance.

Supplies and materials expense showed an increase for the year of 12.4% or \$9.1 million. This was due to increased purchases of merchandise for resale and pharmaceutical drugs for patient care.

Depreciation expense increased 1.2% or \$.3 million for the year.

Utilities expense showed a small decrease of 1% or \$.1 million.

Other expenses increased by 1.6% or \$.9 million during the year.

NONOPERATING REVENUES AND EXPENSES

The following summarizes the Center's nonoperating revenues and expenses for the periods ended June 30:

NONOPERATING REVENUES AND EXPENSES (*in millions*)

	2014	2013	2012
State appropriations	\$ 97.9	\$ 96.8	\$ 96.3
FICA refund	-	34.9	-
On-behalf payments	12.9	13.0	11.7
Private gifts	12.1	10.2	9.7
Interest on indebtedness	(8.4)	(6.6)	(5.7)
Investment income	11.1	11.2	6.6
Endowment income	11.8	10.3	10.1
Net Nonoperating Revenue	<u>\$ 137.4</u>	<u>\$ 169.8</u>	<u>\$ 128.7</u>

Changes in nonoperating revenues and expenses were the result of the following:

2014

State appropriations showed an increase of 1.1% or \$1.1 million in fiscal year 2014.

On-behalf payments decreased \$.1 million for the year.

Private gifts experienced a significant percentage increase of 18.6% or \$1.9 million for the year. The increase was due to gifts received by the College of Nursing, College of Medicine – Tulsa, and the Department of Pediatrics.

UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER
Management's Discussion and Analysis--Continued
Years Ending June 30, 2014 and 2013

NONOPERATING REVENUES AND EXPENSES--Continued

2014--Continued

Interest on indebtedness increased 27.3% or \$1.8 million in fiscal year 2014. The increase was primarily the result of interest incurred related to the Series 2013 General Revenue Bonds issued in September 2013.

Investment income showed a small decrease of \$.1 million during fiscal year 2014.

Endowment income had a significant percentage increase of 14.6% or \$1.5 million for the year. The increase was the result of higher endowment activity due to recently filled endowed chair positions.

2013

State appropriations showed a small increase of \$.5 million in fiscal year 2013.

A significant refund was received in the amount of \$34.9 million related to the IRS settlement of Medical Resident FICA claims. The amount received represented refund of FICA matching payments made on Resident salaries and applicable interest.

On-behalf payments increased 11.1% or \$1.3 million during the year. This was the result of increased payments made by the State to the Teachers Retirement System and interest payments made by the OCIA.

Private gifts increased 5.2% or \$.5 million for the year.

Interest on indebtedness increased 15.8% or \$.9 million in fiscal year 2013. The increase was primarily the result of increased interest incurred for the year related to the OCIA debt.

Investment income increased by approximately 69.7% or \$4.6 million during fiscal year 2013. The increase was due to higher market values realized in endowed investments and the related investment earnings.

Endowment income increased 2% or \$.2 million for the year.

THE STATEMENT OF CASH FLOWS

The primary purpose of the Statement of Cash Flows is to provide information about the cash receipts and disbursements of an entity during a period. This statement also aids in the assessment of an entity's ability to generate future net cash flows, ability to meet obligations as they come due, and needs for external financing.

UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER
Management's Discussion and Analysis--Continued
Years Ending June 30, 2014 and 2013

THE STATEMENT OF CASH FLOWS--Continued

The following summarizes the Center's cash flows for the periods ended June 30:

CONDENSED STATEMENTS OF CASH FLOWS FOR THE YEAR (*in millions*)

	<u>2014</u>	<u>2013</u>	<u>2012</u>
Cash Provided (used) by:			
Operating	\$ (44.5)	\$ (67.8)	\$ (90.1)
Noncapital Financing Activities	98.4	174.2	115.0
Capital and Related Financing Activities	(46.6)	(24.9)	(37.2)
Investing Activities	<u>8.9</u>	<u>9.8</u>	<u>9.5</u>
Net Increase (decrease) in Cash	16.2	91.3	(2.8)
Cash, Beginning of the year	<u>578.8</u>	<u>487.5</u>	<u>490.3</u>
Cash, End of the year	<u>\$ 595.0</u>	<u>\$ 578.8</u>	<u>\$ 487.5</u>

2014

The Center's overall liquidity improved during the year, with a net increase to cash of \$16.2 million. Cash used in operating activities decreased approximately \$23.3 million over the prior year. This was due to overall revenues not being sufficient to offset increased compensation, benefits, contractual services and other operating costs. Significant cash flow increases incurred related to changes in private grants and contracts (\$32.9 million), patient revenues (\$23 million), other additions (\$7.5 million), federal grants and contracts (\$6.3 million), sales and services of auxiliary enterprises (\$6.1 million), and to a much smaller degree in tuition and fees (\$.7 million) and steam and chilled water plan revenues (\$.1 million). There was a significant decrease in cash flows in state grants and contracts (\$10.8 million) and minor decreases in sales and services of educational activities and interest on loans receivable. There was a significant increase in private gifts (\$3.4 million) for the year and a modest increase in endowment income (\$.1 million). State appropriations increased (\$1.1 million). Overall, there was a net decrease of approximately \$75.8 million in cash flows provided by non-capital and related financing activities primarily due to lower Medical Resident FICA refunds and applicable interest and payments of FICA refunds (\$80.1 million). Cash flows used in connection with capital and related financing activities increased by \$21.8 million. This was a result of increases in proceeds from bonds payable (\$62.2 million), state grants and contracts for capital projects (\$3.9 million) and proceeds from the sale of capital assets (\$1 million), partially offset by decreases in state appropriations for capital projects (\$.8 million), private gifts for capital projects (\$.5 million) and state school land funds (\$.3 million). Increases in purchases of capital assets (\$86.6 million) and principal and interest paid on capital debt and lease (\$.1 million) had a negative impact on cash flows associated with capital and related financing activities.

A decrease in cash flows in proceeds from sales and maturities of investments and a decrease in investment income resulted in an overall cash decrease from investing activities of approximately \$.9 million.

UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER
Management's Discussion and Analysis--Continued
Years Ending June 30, 2014 and 2013

THE STATEMENT OF CASH FLOWS--Continued

2013

The Center's overall liquidity improved during the year, with a net increase to cash of \$91.3 million. Cash used in operating activities decreased approximately \$22.3 million over the prior year. This was due to overall revenues more than offsetting increased compensation and benefit costs. Lower contractual services and other operating costs had a positive impact on overall cash used by operating activities for the year. Significant cash flow increases incurred related to changes in state grants and contracts (\$38.3 million), patient revenues (\$24 million), tuition and fees (\$1.7 million), and to a much smaller degree in sales and service of educational activities (\$.1 million). Lower cash flows were experienced in federal grants and contracts (\$7.3 million), private grants and contracts (\$5.2 million), other additions (\$4.6 million), sales and services of auxiliary enterprises (\$.6 million), and steam and chilled water plant revenues (\$.4 million). An increase in endowment income (\$1.2 million) more than offset a decrease in cash flows from private gifts (\$.2 million). State appropriations increased by a modest amount (\$.5 million). Overall, there was a net increase of approximately \$59.2 million in cash flows provided by non-capital and related financing activities primarily due to receipt of the Medical Resident FICA refund and applicable interest (\$57.5 million). Cash flows associated with capital and related financing activities decreased by \$12.3 million. This was a result of decreases in proceeds from federal grants and contracts for capital projects (\$6.6 million) and state appropriations for capital projects (\$.3 million), partially offset by increases in state school land funds (\$.3 million) and state grants and contracts for capital projects (\$.1 million). A decrease in purchases of capital assets (\$18.4 million) and principal and interest paid on capital debt and lease (\$.5 million) had a positive impact on cash flows associated with capital and related financing activities. An increase in cash flows in proceeds from sales and maturities of investments and a decrease in investment income resulted in an overall cash increase from investing activities of approximately \$.3 million.

CAPITAL ASSET AND DEBT ADMINISTRATION

CAPITAL ASSETS

The following summarizes the Center's Capital Assets for the periods ended June 30:

CAPITAL ASSETS, net, AT YEAR-END (*in millions*)

	2014	2013	2012
Art	\$ 0.7	\$ 0.7	\$ 0.7
Land and infrastructure	40.5	29.8	30.2
Buildings	500.3	433.6	431.8
Furniture, fixtures, and equipment	42.3	41.9	43.2
Library materials	3.5	4.6	5.6
Totals	<u>\$ 587.3</u>	<u>\$ 510.6</u>	<u>\$ 511.5</u>

UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER
Management's Discussion and Analysis--Continued
Years Ending June 30, 2014 and 2013

CAPITAL ASSET AND DEBT ADMINISTRATION--Continued

2014

At June 30, 2014, the Center had approximately \$587.3 million invested in capital assets, net of accumulated depreciation of \$275.3 million. Depreciation charges for the current year totaled \$26.7 million compared to \$24.3 million in the prior year.

2013

At June 30, 2013, the Center had approximately \$510.6 million invested in capital assets, net of accumulated depreciation of \$252.3 million. Depreciation charges for the current year totaled \$24.3 million compared to \$24 million in the prior year.

Major capital projects completed during 2014 included the acquisition of real property which included the Presbyterian Health Foundation Research Park, the Peggy and Charles Stephenson Cancer Center Phase I Clinical Trials expansion and remodel, extension of the Steam and Chilled Water utilities tunnel system, and exterior and interior renovations to the Harold Hamm Diabetes Center.

Major capital projects continuing during FY14 included work on the Dental Clinical Sciences Building phase I remodel, expansion of the OU Wayman Tisdale Specialty Health Center, and consolidation and remodel of office space for Information Technology.

The Center has approximately \$10 million in capital projects planned for the fiscal year ending June 30, 2015. Major projects include renovation and expansion of the OU-Tulsa School of Community Medicine, tenant improvements to the University Research Park for the OU Physicians Reproductive Endocrinology Clinic, and continuing consolidation and remodel of office space for Information Technology.

More detailed information related to the Center's capital assets is presented in Note 8 to the financial statements.

DEBT

The following summarizes outstanding debt by type as of June 30:

OUTSTANDING DEBT, AT YEAR-END (*in millions*)

	2014	2013	2012
General revenue bonds	\$ 152.6	\$ 93.6	\$ 96.9
Auxiliary facility revenue bonds	4.7	5.3	6.0
Lease obligations	29.2	31.2	31.7
Notes payable	0.7	1.2	1.6
Totals	\$ 187.2	\$ 131.3	\$ 136.2

UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER
Management's Discussion and Analysis--Continued
Years Ending June 30, 2014 and 2013

CAPITAL ASSET AND DEBT ADMINISTRATION--Continued

2014

At fiscal year-end 2014, the Center had approximately \$187 million in outstanding debt, an increase of approximately \$56 million over the prior year.

The Center entered into one new long term general obligation bond financing arrangement during the current year totaling \$62.4 million. This provided funds to acquire real property which included the Presbyterian Health Foundation Research Park. Debt repayments of \$5 million were made during the year. In addition, the Center's 2005F lease agreement with the Oklahoma Capital Improvement Authority ("OCIA") was restructured through a partial refunding of OCIA's 2005F bond debt. The lease restructuring reduced future principal payments, resulting in recording a deferred inflow of resources of \$.8 million. More detailed information related to the Center's long-term liabilities is presented in Note 10 to the financial statements.

2013

At fiscal year-end 2013, the Center had approximately \$131 million in outstanding debt, a decrease of approximately \$5 million over the prior year.

The Center entered into no new long term financing arrangements during the current year. Debt repayments of \$4.9 million were made during the year. More detailed information related to the Center's long-term liabilities is presented in Note 10 to the financial statements.

ECONOMIC OUTLOOK

The Center's economic position is closely related to its role as the state's primary resource for the training of healthcare professionals. Future success is largely dependent upon the ability to recruit and retain highly qualified students, faculty, and staff, as well as, ongoing financial and political support from state government.

While support remains steady, modest growth in the state's economy resulted in no increase to the Center from state appropriations for fiscal year 2015. Increases in tuition and mandatory fees are expected to produce an additional 3.2% in the current year. Another important factor impacting the Center's economic outlook is the operation of its professional practice plans. The professional practice plans continue to contribute significantly to the Center's financial performance and are expected to remain stable.

STATEMENTS OF NET POSITION

UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

	June 30 (in thousands)	
	<u>2014</u>	<u>2013</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 564,144	\$ 553,453
Restricted cash and cash equivalents	30,806	22,634
Accounts receivable, net of allowances	143,112	113,846
Inventories and supplies	1,723	1,518
Loans to students, net of allowance for uncollectible loans	1,131	995
Deposits and prepaid expenses	<u>2,691</u>	<u>1,985</u>
TOTAL CURRENT ASSETS	743,607	694,431
NONCURRENT ASSETS		
Restricted cash and cash equivalents	-	2,692
Endowment investments	40,588	38,896
Other long-term investments	724	-
Investments in real estate	175	175
Loans to students, net	5,648	5,398
Deposits and prepaid expenses	2,032	1,980
Capital assets, net	<u>587,331</u>	<u>510,588</u>
TOTAL NONCURRENT ASSETS	<u>636,498</u>	<u>559,729</u>
TOTAL ASSETS	<u>\$ 1,380,105</u>	<u>\$ 1,254,160</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred charge on OCIA lease restructure	<u>\$ 558</u>	<u>\$ 836</u>

STATEMENTS OF NET POSITION--Continued

UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

	June 30 (in thousands)	
	<u>2014</u>	<u>2013</u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 53,024	\$ 41,614
Unearned revenue	8,037	8,257
Accrued interest payable	3,866	2,322
Deposits held in custody for others	4,659	25,805
Long-term liabilities, current portion:		
Accrued compensated absences	24,898	25,149
Post employment benefits obligation	3,598	3,309
Capital lease payable	2,442	1,227
Notes payable	466	448
Revenue bonds payable	5,256	4,073
TOTAL CURRENT LIABILITIES	<u>106,246</u>	<u>112,204</u>
NONCURRENT LIABILITIES		
Accrued compensated absences	8,299	7,942
Post employment benefits obligation	77,094	71,671
Federal loan program contributions refundable	7,060	7,082
Capital lease payable	26,770	29,975
Notes payable	240	706
Revenue bonds payable	152,043	94,870
TOTAL NONCURRENT LIABILITIES	<u>271,506</u>	<u>212,246</u>
TOTAL LIABILITIES	<u>\$ 377,752</u>	<u>\$ 324,450</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred credit on OCIA lease restructure	<u>\$ 771</u>	<u>\$ -</u>
NET POSITION		
Net investment in capital assets	\$ 399,901	\$ 380,125
Restricted for:		
Nonexpendable	28,592	28,592
Expendable:		
Education and general	138,816	129,748
Capital projects	17,808	15,147
Debt service	9,674	8,585
Unrestricted	407,349	368,349
TOTAL NET POSITION	<u>\$ 1,002,140</u>	<u>\$ 930,546</u>

See notes to financial statements.

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

	Years Ended June 30 (in thousands)	
	2014	2013
OPERATING REVENUES		
Student tuition and fees (net of scholarship allowances of \$3,685 and \$3,312 for 2014 and 2013, respectively)	\$ 57,648	\$ 57,222
Patient care (net of provisions for contractual, bad debt, and other adjustments of \$398,395 and \$378,135 for 2014 and 2013, respectively)	372,711	335,392
Federal grants and contracts	80,684	76,485
State grants and contracts	88,540	86,863
Private grants and contracts	130,639	91,723
Sales and services of educational activities	1,285	1,583
Sales and services of auxiliary enterprises:		
Steam and chilled water plant revenues: (revenues are pledged as security for the Utility System System Revenue Bonds Series 1998A, 1998B, and 2004)	6,341	6,373
Other	21,120	14,186
Other revenues (including \$200 and \$201 from interest on student loans for 2014 and 2013 respectively)	50,195	42,754
TOTAL OPERATING REVENUE	809,163	712,581
OPERATING EXPENSES		
Compensation and benefits	610,917	582,039
Contractual services	66,536	62,440
Supplies and materials	98,581	82,686
Depreciation	26,721	24,299
Utilities	13,590	12,486
Communication	6,820	6,622
Scholarships	2,307	2,230
Other	64,518	58,331
TOTAL OPERATING EXPENSES	889,990	831,133
OPERATING LOSS	(80,827)	(118,552)
NONOPERATING REVENUES AND EXPENSES		
State appropriations	97,900	96,823
FICA refund	-	34,939
On-behalf payments	12,886	13,016
Private gifts	12,107	10,193
Interest on indebtedness	(8,375)	(6,586)
Net investment income	11,085	11,168
Endowment income	11,849	10,322
NET NONOPERATING REVENUES AND EXPENSES	137,452	169,875
Income before other revenues, expenses, gains, or losses	56,625	51,323
OTHER REVENUE, EXPENSES, GAINS, OR LOSSES		
State grants and contracts for capital projects	4,586	589
State appropriations for capital projects	5,749	6,603
Private gifts for capital projects	2,135	2,227
State school land funds	2,499	2,839
CHANGE IN NET POSITION	71,594	63,581
NET POSITION AT BEGINNING OF YEAR	930,546	866,965
NET POSITION AT END OF YEAR	\$ 1,002,140	\$ 930,546

See notes to financial statements.

STATEMENTS OF CASH FLOWS

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

	Years Ended June 30	
	<i>(in thousands)</i>	
	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Tuition and fees	\$ 57,721	\$ 56,979
Patient revenues	356,659	333,641
Sales and services of auxiliary enterprises	20,356	14,265
Sales and services of educational activities	1,487	1,494
Steam and Chilled Water Plant revenues	6,439	6,340
Federal grants and contracts	80,615	74,330
State grants and contracts	86,687	97,501
Private grants and contracts	119,651	86,793
Interest on loans receivable	200	201
Other additions	50,107	42,656
Loans issued to students	(1,550)	(726)
Collection of loans	1,143	1,120
Compensation and benefits	(593,027)	(562,228)
Contractual services	(66,182)	(62,790)
Supplies and materials, utilities, communications, scholarships and fellowships, other, and deposits held in custody	(164,851)	(157,432)
NET CASH FLOWS USED IN OPERATING ACTIVITIES	(44,545)	(67,856)
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES		
State appropriations	97,900	96,823
FICA refund	(22,623)	57,523
Endowment income	10,319	10,197
Private gifts	12,890	9,489
Direct Loan receipts	64,539	65,212
Direct Loan disbursements	(64,539)	(65,212)
Net increase (decrease) to Federal loan program contributions refundable	(22)	138
NET CASH FLOWS PROVIDED BY NONCAPITAL AND RELATED FINANCING ACTIVITIES	98,464	174,170
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from bonds payable	62,181	-
State grants and contracts for capital projects	4,556	665
State appropriations for capital projects	5,845	6,649
Private gifts for capital projects	1,835	2,336
Proceeds from sale of capital assets	1,000	-
Purchases of capital assets	(113,903)	(27,348)
Principal paid on capital debt and lease	(5,041)	(4,878)
Interest paid on capital debt and lease	(5,615)	(5,125)
State school land funds	2,499	2,839
NET CASH USED IN CAPITAL AND RELATED FINANCING ACTIVITIES	(46,643)	(24,862)
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment income	7,908	8,275
Proceeds from sales and maturities of investments	997	1,554
Purchase of investments	(10)	-
NET CASH FLOWS PROVIDED BY INVESTING ACTIVITIES	8,895	9,829
NET INCREASE IN CASH AND CASH EQUIVALENTS	16,171	91,281
CASH AND CASH EQUIVALENTS BEGINNING OF YEAR	578,779	487,498
CASH AND CASH EQUIVALENTS END OF YEAR	\$ 594,950	\$ 578,779

STATEMENTS OF CASH FLOWS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

	Years Ended June 30	
	<i>(in thousands)</i>	
	2014	2013
RECONCILIATION OF OPERATING LOSS		
TO CASH USED IN OPERATING ACTIVITIES		
Operating loss	\$ (80,827)	\$ (118,552)
Depreciation expense	26,721	24,299
Loss on disposal of capital assets	9,615	4,134
OTRS on-behalf contribution	11,321	11,576
Change in assets and liabilities:		
Accounts receivable (does not include endowment)	(28,957)	2,247
Inventories and supplies	(205)	161
Loans to students	(386)	373
Deposits and prepaid expenses	(758)	(848)
Accounts payable and accrued expenses	11,184	5,211
Unearned revenue	(220)	(611)
Compensated absences	106	1,102
Post employment benefits obligation	5,712	6,828
Deposits held in custody for others	2,149	(3,776)
	<u> </u>	<u> </u>
NET CASH FLOWS USED IN OPERATING ACTIVITIES	\$ <u>(44,545)</u>	\$ <u>(67,856)</u>
SUPPLEMENTAL SCHEDULE OF NONCASH		
INVESTING AND FINANCING ACTIVITIES		
On-behalf interest paid by OCIA	\$ 866	\$ 1,440
On-behalf principal payments made by OCIA	699	-
Amortization of bond insurance cost	5	5
Amortization of bond discount/premium	(39)	16
Amortization of ODFA discount	2	3
Capitalization of interest	148	191
Capital assets acquired via capital lease	28	-
Deferred inflows of resources related to OCIA lease restructure	783	-
RECONCILIATION OF CASH AND CASH EQUIVALENTS		
TO THE STATEMENT OF NET POSITION		
Current Assets		
Cash and cash equivalents	\$ 564,144	\$ 553,453
Restricted cash and cash equivalents	30,806	22,634
Noncurrent assets		
Restricted cash and cash equivalents	<u> -</u>	<u> 2,692</u>
	<u> </u>	<u> </u>
	\$ <u>594,950</u>	\$ <u>578,779</u>

See notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Reporting Entity: The financial reporting entity, as defined by Governmental Accounting Standards Board ("GASB") Statement No. 14, *The Financial Reporting Entity*, and as amended by GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units* and Statement No. 61, *The Financial Reporting Entity*, consists of the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion could cause the financial statements to be misleading.

The University of Oklahoma Health Sciences Center (the "Center") is an agency of the State of Oklahoma governed by The Board of Regents of the University of Oklahoma (the "Board") and is part of the State of Oklahoma Higher Education System, which is under the governance of the Oklahoma State Regents for Higher Education (the "State Regents"). The Center is a separate operational unit of the University of Oklahoma, which is a component unit of the State of Oklahoma, and is included in the financial statements of the State of Oklahoma as part of the Higher Education component unit. The Center consists of seven academic colleges, including the Colleges of Medicine, Public Health, Allied Health, Dentistry, Nursing, Pharmacy, and the Graduate College. These financial statements do not include the operations of the University of Oklahoma Norman Campus (the "Norman Campus"), Cameron University, or Rogers State University, which are distinct operational entities that prepare separate financial statements for the Board. Each entity receives separate state appropriations and prepares separate budgets. These entities are managed as separate component units of the State of Oklahoma higher education component and supported in large part by separate systems and management personnel.

The University of Oklahoma Foundation, Inc. (the "OU Foundation") is an Oklahoma not-for-profit organization organized for the purpose of receiving and administering gifts intended for the benefit of the University of Oklahoma as a whole, including both the Norman Campus and the Center. Accordingly, the resources received and held by the OU Foundation are not entirely or almost entirely held for the benefit of the Center. As a result, the OU Foundation is not considered a component unit of the Center under the definition of GASB Statement No. 39.

Faculty members in the Colleges of Medicine, Public Health, Allied Health, Dentistry, Nursing, and Pharmacy may participate in Professional Practice Plans (PPP's). Faculty who participate in a PPP are primarily committed to the academic and research programs of the Center; however, they also engage in professional practice activities related to patient care and services. A significant portion of PPP revenue is generated from patient care services provided to patients through the OU Medical Center. The OU Medical Center includes Presbyterian Hospital, University Hospital, and Children's Hospital of Oklahoma, all located in Oklahoma City. The financial position and operations of the PPPs are included in the accompanying financial statements of the Center.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--Continued

Financial Statement Presentation: The Center's financial statements are presented in accordance with the requirements of GASB Statement No. 34, *Basic Financial Statements and Management Discussion and Analysis for State and Local Governments*, and GASB Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities*. Under GASB Statements No. 34 and No. 35, the Center is required to present a statement of net position classified between current and noncurrent assets and liabilities and deferred outflows and inflows, a statement of revenues, expenses, and changes in net position, with separate presentation for operating and nonoperating revenues and expenses, and a statement of cash flows using the direct method.

Basis of Accounting: For financial reporting purposes, the Center is considered a special-purpose government engaged only in business-type activities. Accordingly, the Center's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All intra-agency transactions have been eliminated.

Cash Equivalents: For purposes of the statements of cash flows, the Center considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Funds invested through the State Treasurer's Cash Management Program are considered cash equivalents.

Deposits and Investments: The Center accounts for its investments at fair value, as determined by quoted market prices, in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. In accordance with GASB Statement No. 40, *Deposit and Investment Risk Disclosures, an Amendment of GASB Statement No. 3*, the Center has disclosed its deposit and investment policies related to the risks identified in GASB Statement No. 40. Changes in unrealized gain (loss), if any, on the carrying value of the investments are reported as a component of net investment income in the statements of revenues, expenses, and changes in net position.

Accounts Receivable: Accounts receivable consist of tuition and fee charges to students and auxiliary enterprise services provided to students, faculty, and staff. Accounts receivable also include amounts due from the federal, state, and local governments, and private sources, in connection with reimbursement of allowable expenditures made pursuant to the Center's grants and contracts, construction projects, and unspent proceeds from capital leases. Additionally, a significant portion of the accounts receivable is comprised of amounts due for services provided through the PPPs and clinics. Accounts receivable are recorded net of contractual adjustments and estimated uncollectible amounts.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--Continued

Accounts Receivable--Continued: The Center determines its allowances by considering a number of factors, including the length of time accounts receivable are past due and the Center's previous loss history (including historical payment trends by payor for PPP receivable balances), which is indirectly impacted by the condition of the general economy and the industry as a whole. The Center writes off specific accounts receivable when they become uncollectible, and payments subsequently received on such receivables are credited to patient care revenue.

Medical Malpractice Coverage Claims: The Center is covered for medical malpractice risks under a medical malpractice insurance policy (See Note 16). The Center pays a fixed premium for coverage of malpractice claims the Center might potentially incur.

Inventories: Inventories, consisting of merchandise for resale and supplies, are stated at the lower of aggregate cost or aggregate market. Cost is determined for the various types of inventory using the first-in, first-out and average cost methods, as deemed appropriate.

Restricted Cash and Investments: Cash and investments that are externally restricted to make debt service payments, to maintain sinking or reserve funds, or to purchase capital or other noncurrent assets are classified as restricted in the statements of net position.

Capital Assets: Capital assets are recorded at cost at the date of acquisition, or fair market value at the date of donation in the case of gifts. The Center's capitalization policy for furniture, fixtures, and equipment includes all items with a unit cost of \$5 or more and an estimated useful life of greater than one year. Renovations to buildings, infrastructure, and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense was incurred.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets, generally 50 years for buildings, 20 years for infrastructure, 10 years for land improvements, library materials, furniture, fixtures and equipment, and 5 years for vehicles, computers, and computer accessories or the duration of the lease term for capital leases.

Costs incurred during construction of long-lived assets are recorded as construction in progress and are not depreciated until placed in service. The Center capitalizes interest as a component of capital assets constructed for its own use. In 2014, total interest incurred was \$8,523, of which \$148 was capitalized. In 2013, total interest incurred was \$6,777, of which \$191 was capitalized.

Intangible assets are reported with capital assets. Intangible assets subject to amortization are amortized over their respective estimated useful lives ranging from 5 to 15 years. Intangible assets with indefinite useful lives are not material to the financial statements.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--Continued

Capital Assets--Continued: Capital assets are subject to an evaluation of possible impairment when events or circumstances indicate that the related changes in carrying amounts may not be recoverable. If required, impairment losses are reported in the statement of revenues, expenses, and changes in net position. There were no events or changes in conditions requiring recognition of an impairment loss in either 2014 or 2013.

Unearned Revenues: Unearned revenues consist primarily of grant revenues for which the work on the grant has not yet been completed. They also consist of prepaid patient revenues on long-term contracts received during the year but related to the subsequent accounting period and amounts received for tuition and fees prior to the end of the fiscal year but related to the subsequent accounting period.

Compensated Absences: Employees' compensated absences are accrued when earned. The obligation at the end of the year and expenditure incurred during the year are recorded as accrued compensated absences in the statements of net position and as a component of compensation and benefit expense in the statements of revenues, expenses, and changes in net position.

Noncurrent Liabilities: Noncurrent liabilities include (1) principal amounts of revenue bonds payable, notes payable, and capital lease obligations with contractual maturities greater than one year; (2) federal loans liability; and (3) amounts for accrued compensated absences and other liabilities that will not be paid within the next fiscal year.

Deferred Outflows of Resources: Deferred outflows are the consumption of net position by the Center that are applicable to a future reporting period. At June 30, 2014 and 2013, the Center's deferred outflows of resources were comprised of deferred charges on an OCIA lease restructure. The deferred outflows of resources are recognized as a component of interest expense over the remaining life of the old debt or the life of the new debt, whichever is shorter.

Deferred Inflows of Resources: Deferred inflows are the acquisition of net position by the Center that are applicable to a future reporting period. At June 30, 2014, the Center's deferred inflows of resources were comprised of deferred credits on an OCIA lease restructure. The deferred inflows of resources are recognized as a component of interest expense over the remaining life of the old debt or the life of the new debt, whichever is shorter.

Net Position: The Center's net position is classified as follows:

Net investment in capital assets: This represents the Center's investment in capital assets (net of accumulated depreciation) and related deferred outflows reduced by outstanding debt obligations and deferred inflows related to those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of net investment in capital assets.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--Continued

Net Assets--Continued:

Restricted net position - nonexpendable: Nonexpendable restricted net position consists of endowment and similar type funds in which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may either be expended or added to principal.

Restricted net position - expendable: Expendable restricted net position includes resources in which the Center is legally or contractually obligated to spend resources in accordance with restrictions imposed by external third parties.

Unrestricted net position: Unrestricted net position represents resources derived from student tuition and fees, state appropriations, and sales and services of educational departments and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the Center, and may be used at the discretion of the governing board to meet current expenses for any purpose. These resources also include auxiliary enterprises, which are substantially self-supporting activities that provide services for students, faculty, and staff.

When an expense is incurred that can be paid using either restricted or unrestricted resources, the Center's policy is to first apply the expense towards restricted resources, and then towards unrestricted resources.

Classification of Revenues: The Center has classified its revenues as either operating or nonoperating revenues according to the following criteria:

Operating revenues: Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship allowances, (2) patient revenues, (3) sales and services of educational activities, (4) sales and services of auxiliary enterprises, (5) most federal, state, and local grants and contracts, and (6) interest on student loans.

Nonoperating revenues: Nonoperating revenues include activities that have the characteristics of nonexchange transactions, such as gifts and contributions, and other revenue sources that are defined as nonoperating revenues by GASB No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Government Entities That Use Proprietary Fund Accounting*, and GASB No. 34, such as state appropriations and investment income.

Scholarship Allowances: Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship allowances in the statements of revenues, expenses, and changes in net position. Scholarship allowances are the difference between the stated charge for goods and services provided by the Center and the amount that is paid by students and/or third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants, and other federal, state, or nongovernmental programs, are recorded as either operating or nonoperating revenues in the Center's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the Center has recorded a scholarship allowance.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--Continued

Tax Status: As a state institution of higher education, the income of the Center is exempt from federal and state income taxes; however, income generated from activities unrelated to the exempt purpose is subject to income tax under Internal Revenue Code Section 511 (a)(2)(B).

Use of Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures; accordingly, actual results could differ from those estimates.

New Accounting Pronouncements Adopted in Fiscal Year 2014: The Center adopted one new accounting pronouncement during the year ended June 30, 2014 as follows:

- Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*
GASB No. 70 requires a government that extends a nonexchange financial guarantee to recognize a liability when qualitative factors and historical data, if any, indicate that it is more likely than not that the government will be required to make a payment on the guarantee. The government is required to report the guaranteed obligation until it is legally released as an obligor, and when it is legally released, it should recognize revenue as a result of this release. The provisions of this Statement are effective for reporting periods beginning after June 15, 2013. Except for certain disclosure requirements which may be applied prospectively, the provisions of this Statement are required to be applied retroactively. The adoption of GASB No. 70 did not have an impact on the Center's financial statement presentation.

New Accounting Pronouncements Issued Not Yet Adopted: The GASB has also issued two new accounting pronouncements which will be effective to the Center in fiscal year 2015. A description of the new accounting pronouncements and the Center's consideration of the impact of these pronouncements are described below:

- Statement No. 68, *Accounting and Financial Reporting for Pensions, an Amendment of GASB Statement No. 27*
GASB No. 68 establishes standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and pension expenses. GASB No. 68 also details the recognition and disclosure requirements for employers with liabilities to a defined benefit pension plan and for employers whose employees are provided with defined contribution pensions. Defined benefit pensions are further classified by GASB No. 68 as single employer plans, agent employer plans and cost-sharing plans, and recognition and disclosure requirements are addressed for each classification. GASB No. 68 was issued in June 2012. Although the Center has not yet quantified the impact that GASB No. 68 will have on its financial statements, it believes that adoption will result in a significant decrease in its net position.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--Continued

New Accounting Pronouncements Issued Not Yet Adopted--Continued:

- Statement No. 69, *Government Combinations and Disposals of Government Operations*

GASB No. 69 was issued in January 2013 and establishes accounting and financial reporting standards related to government combinations and disposals of government operations. Government combinations can include a variety of transactions, including mergers, acquisitions, and transfers of operations. A disposal of a government's operations results in the removal of specific activities of a government. The requirements of this Statement are effective for government combinations and disposals of government operations occurring in financial reporting periods beginning after December 15, 2013 and should be applied on a prospective basis. Earlier application is encouraged.

Reclassifications: Certain amounts in the 2013 financial statements have been reclassified to conform to the current year presentation. These reclassifications had no impact on the Center's net position or change in net position.

NOTE 2--DEPOSITS AND INVESTMENTS

Deposits: *Custodial credit risk* for deposits is the risk that in the event of a bank failure, the Center's deposits may not be returned or the Center will not be able to recover collateral securities in the possession of an outside party. Generally, the Center deposits its funds with the Office of the State Treasurer (OST), and those funds are pooled with funds of other state agencies and then, in accordance with statutory limitations, are placed in financial institutions or invested as the OST may determine, in the state's name. State statutes require the OST to ensure that all state funds are either insured by Federal Deposit Insurance, collateralized by securities held by the cognizant Federal Reserve Bank, or invested in U.S. government obligations. The OST's responsibilities include receiving and collateralizing the deposit of State funds, investing State funds in compliance with statutory requirements, and maintaining adequate liquidity to meet the cash flow needs of the State and all its funds and agencies. If the Center deposits funds directly with financial institutions, those funds must be insured by Federal Deposit Insurance or collateralized by securities held by the cognizant Federal Reserve Bank in the Center's name or invested in U.S. government obligations in the Center's name.

Some deposits with the OST are placed in the OST's internal investment pool, *OK INVEST*. *OK INVEST* pools the resources of all state funds and agencies and invests them in (a) U.S. treasury securities which are explicitly backed by the full faith and credit of the U.S. government; (b) U.S. agency securities which carry an implicit guarantee of the full faith and credit of the U.S. government; (c) money market mutual funds which participates in investments, either directly or indirectly, in securities issued by the U.S. treasury and/or agency and repurchase agreements relating to such securities; (d) investments related to tri-party repurchase agreements which are collateralized at 102% and, whereby, the collateral is held by a third party in the name of the OST; (e) collateralized certificates of deposits; (f) commercial paper; (g) obligations of state and local governments; and (h) State of Israel bonds.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 2--DEPOSITS AND INVESTMENTS--Continued

Deposits--Continued: Deposits with financial institutions primarily consist of money market funds that invest in U.S. Treasury bills, notes, and securities backed by the full faith and credit of the U.S. government, some of which may be subject to repurchase agreements. Repurchase agreements are collateralized with securities backed by the full faith and credit of the U.S. government at 102% of maturity value.

Cash and Cash Equivalents: At June 30, 2014 and 2013, the carrying amount of the Center's deposits with the State Treasurer and other financial institutions were \$594,950 and \$578,779, respectively. These amounts consisted of deposits with the OST (\$564,958 and \$551,869), deposits with financial institutions (\$21,028 and \$20,714), deposits with trustees (\$8,924 and \$6,152), and petty cash and change funds (\$40 and \$44). Of funds on deposit with the OST, amounts invested in *OK INVEST* total \$457,345 in 2014 and \$437,208 in 2013.

For financial reporting purposes, deposits with the OST that are invested in *OK INVEST* are classified as cash equivalents. The distribution of deposits in *OK INVEST* is as follows:

At June 30, 2014

OK INVEST Portfolio	Cost	Market Value
U.S. agency securities	\$ 209,831	\$ 209,423
Money market mutual funds	22,081	22,081
End of Day Commercial Paper Sweep	9,624	\$ 9,624
Certificates of deposit	11,872	11,872
Mortgage backed agency securities	187,882	191,758
Municipal bonds	7,017	7,771
Foreign bonds	3,593	3,593
U.S. Treasury obligations	5,445	6,741
TOTAL	<u>\$ 457,345</u>	<u>\$ 462,863</u>

At June 30, 2013

OK INVEST Portfolio	Cost	Market Value
U.S. agency securities	\$ 171,859	\$ 171,133
Money market mutual funds	41,026	41,026
End of Day Commercial Paper Sweep	9,189	9,189
Certificates of deposit	11,169	11,169
Mortgage backed agency securities	187,870	188,793
Municipal bonds	7,366	8,153
Foreign bonds	3,453	3,451
U.S. Treasury obligations	5,276	6,439
TOTAL	<u>\$ 437,208</u>	<u>\$ 439,353</u>

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 2--DEPOSITS AND INVESTMENTS--Continued

Cash and Cash Equivalents--Continued: Agencies and funds that are considered to be part of the State's reporting entity in the State's Comprehensive Annual Financial Report are allowed to participate in *OK INVEST*. Oklahoma statutes and the OST establish the primary objectives and guidelines governing the investment of funds in *OK INVEST*. Safety, liquidity, and return on investment are the objectives which establish the framework for the day to day *OK INVEST* management with an emphasis on safety of the capital and the probable income to be derived and meeting the State's and its funds' and agencies' daily cash flow requirements.

Guidelines in the Investment Policy address credit quality requirements and diversification percentages and specify the types and maturities of allowable investments, and the specifics regarding these policies can be found on the OST website at <http://www.treasurer.state.ok.us/>. The State Treasurer, at his discretion, may further limit or restrict such investments on a day to day basis. *OK INVEST* includes investments in securities with an overnight maturity as well as in U.S. government securities with a maturity of up to ten years. *OK INVEST* maintains an overall weighted average maturity of no more than four years. Participants in *OK INVEST* maintain an interest in its underlying investments and, accordingly, may be exposed to certain risks. As stated in the OST information statement, the main risks are interest rate risk, credit/default risk, liquidity risk, and U.S. government securities risk.

Interest rate risk is the risk that during periods of rising interest rates, the yield and market value of the securities will tend to be lower than prevailing market rates; in periods of falling interest rates, the yield will tend to be higher. *Credit/default risk* is the risk that an issuer or guarantor of a security, or a bank or other financial institution that has entered into a repurchase agreement, may default on its payment obligations. *Liquidity risk* is the risk that *OK INVEST* will be unable to pay redemption proceeds within the stated time period because of unusual market conditions, an unusually high volume of redemption requests, or other reasons. *U.S. government securities risk* is the risk that the U.S. government will not provide financial support to U.S. government agencies, instrumentalities, or sponsored enterprises if it is not obligated to do so by law. Various investment restrictions and limitations are enumerated in the State Treasurer's Investment Policy to mitigate those risks; however, any interest in *OK INVEST* is not insured or guaranteed by the State of Oklahoma, the Federal Deposit Insurance Corporation, or any other government agency.

Investments: At June 30, the fair value of the Center's investments consisted of the following:

	2014	2013
University of Oklahoma, Norman Campus Investment Pool	\$ 40,588	\$ 38,896
Fidelity Revenue Sharing Investment	724	-
Real Property	175	175
	<u>\$ 41,487</u>	<u>\$ 39,071</u>

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 2--DEPOSITS AND INVESTMENTS--Continued

Investments--Continued: Investments in the University of Oklahoma Norman Campus Investment Pool consist primarily of investments in money market funds at June 30, 2014 and U.S. and International equity funds and fixed income funds at June 30, 2013. The Fidelity Investments category consists of accumulated funds from revenue sharing in the employee defined contribution accounts held and managed by Fidelity.

Information regarding the various risk categories for the Center's deposits and investments and the policies for managing that risk are included below:

Credit Risk: Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligation, causing the Center to experience a loss of principal. As a means of limiting exposure to losses arising from credit risk, the Center limits its exposure to this risk as follows:

- State law limits investments in obligations of state and local governments to the highest rating from at least one nationally recognized rating agency acceptable to the State Treasurer.
- Short-term investments managed by the Center are generally limited to direct obligations of the United States government and its agencies, certificates of deposit, and demand deposits.
- The Board has authorized endowment and similar funds to be invested in direct obligations of the United States government and its agencies, certificates of deposit, prime commercial paper, bankers acceptances, demand deposits, corporate debt (no bond below a single A rating by Moody's Investors Service or Standard & Poor's Corporation may be purchased), convertible securities, and equity securities.
- The Center's fixed income securities are generally limited to holdings of high quality fixed income securities. As of June 30, 2014 and 2013, the Center's investment in fixed income securities has a credit rating of at least BBB as rated by Standard & Poors Corporation.

Custodial Credit Risk: Custodial credit risk is the risk that, in the event of the failure of a depository institution, the Center will not be able to recover deposits or will not be able to recover collateral securities in the possession of an outside party. For investments, custodial credit risk is the risk that, in the event of failure of the counterparty to a transaction, the Center will not be able to recover the value of investment or collateral securities in the possession of an outside party. As a means of limiting its exposure to losses arising from custodial credit risk, the Center's investment policies limit the exposure to this risk as follows:

- Investment securities held in bond debt service reserve funds are held by the respective bond trustee for the benefit of the Center and bondholders.
- Endowment investments are pooled with the University of Oklahoma Norman Campus ("the University") and held in the University's name.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 2--DEPOSITS AND INVESTMENTS--Continued

Concentration of Credit Risk: Center investments can be exposed to a concentration of credit risk if significant amounts are invested in any one issuer. The Center's short term investment strategy imposes a limit on the amount the Center may invest in any one issuer to 50% of the total investment portfolio. The Center has not implemented a long term investment policy as the majority of the investments are in the University of Oklahoma, Norman Campus Investment Pool, investing in money market funds, U.S. and International equity funds, fixed income funds and investments guaranteed by the U.S. Government.

Interest Rate Risk: The Center has a short term investment strategy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The Center has not implemented a formal policy for long term investments as the majority of investments are in the University of Oklahoma, Norman Campus Investment Pool. The Center is responsible for determining its operating cash flow requirements and to insure that adequate funds are available to maintain the Center's operations. In determining liquidity needs, the appropriate mix of short-term, intermediate, and long-term investments will be evaluated. As of June 30, 2014, the Center held no investments subject to stated maturity schedules.

Title 70, Section 4306 of the Oklahoma Statutes directs, authorizes, and empowers the Center's Board of Regents to hold, invest, or sell donor-restricted endowments in a manner which is consistent with the terms of the gift as stipulated by the donor and with the provision of any applicable laws.

The Center has entrusted the University of Oklahoma Norman Campus with a portion of their funds totaling \$40,588 and \$38,896 for 2014 and 2013, of which \$37,689 and \$35,938 are endowment funds. These funds are held in the Regent's Fund investments on behalf of the Center.

NOTE 3--ACCOUNTS RECEIVABLE

Accounts receivable are shown net of contractual allowances and doubtful accounts in the accompanying statements of net position. At June 30, the accounts receivable and allowances are as follows:

	2014	2013
Accounts receivable	\$ 221,455	\$ 182,130
Less: allowance and contractual adjustments	(78,343)	(68,284)
Accounts receivable, net	<u>\$ 143,112</u>	<u>\$ 113,846</u>

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 3--ACCOUNTS RECEIVABLE--Continued

The following is a breakdown of the June 30 accounts receivable balances:

	<u>2014</u>	<u>2013</u>
Auxiliary enterprises:		
Accounts receivable	\$ 6,501	\$ 5,743
Less: allowance	(182)	(116)
Accounts receivable, net	<u>\$ 6,319</u>	<u>\$ 5,627</u>
PPP patient billings:		
Accounts receivable	\$ 143,431	\$ 121,104
Less: contractual adjustments	(70,473)	(61,677)
Less: allowance	(7,688)	(6,491)
Accounts receivable, net	<u>\$ 65,270</u>	<u>\$ 52,936</u>
Due from Federal, State, and private grants:		
Accounts receivable, no allowance	<u>\$ 69,761</u>	<u>\$ 52,867</u>
Student tuition and fees:		
Accounts receivable, no allowance	<u>\$ 1,269</u>	<u>\$ 1,252</u>
Other accounts receivable, no allowance	<u>\$ 493</u>	<u>\$ 1,164</u>

NOTE 4--NET PATIENT SERVICE REVENUE

The Center has agreements with third-party payors that provide for payments to the Center at amounts different from its established rates. A summary of the payment arrangements with major third-party payors follows:

Medicare: Inpatient acute care and outpatient services rendered to Medicare program beneficiaries are paid at prospectively determined rates that vary accordingly to the Current Procedural Terminology (CPT) code billed by the provider. These codes are established by the American Medical Association and are adopted for use by the Center for Medicaid and Medicare Services (CMS) as a basis for their provider reimbursement methodology.

Medicaid: Inpatient and outpatient services rendered to Medicaid program beneficiaries are reimbursed at a prospectively determined per diem rate or established fee.

Workers' Compensation: Inpatient and outpatient services rendered under workers' compensation are reimbursed according to the State of Oklahoma fee schedule or at a predetermined discount from the State of Oklahoma fee schedule.

Other Carriers: The Center has also entered into payment agreements with certain commercial insurance carriers, health maintenance organizations, and preferred provider organizations. The basis for payment under these agreements includes prospectively determined rates and discounts from established charges.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 4--NET PATIENT SERVICE REVENUE--Continued

Differences between the Center's established patient care rates and agreed upon rates with third party payors total \$356,081 and \$339,919 for the years ending June 30, 2014 and 2013, respectively, and are reflected as contractual and other adjustments to patient care revenues in the statements of revenues, expenses, and changes in net position. The Center's bad debt expenses related to patient care services, which are determined after application of contractual and other adjustments, total \$42,314 and \$38,216 for the years ending June 30, 2014 and 2013, respectively, and are included in patient care revenues in the statements of revenues, expenses, and changes in net position.

NOTE 5--INVENTORIES

Inventories consisted of the following at June 30:

	<u>2014</u>	<u>2013</u>
Site support	\$ 247	\$ 237
Telecommunications	219	285
Other service units	129	123
Dental supply store	336	152
Other auxiliaries	11	9
Pharmacies	781	712
	<u>\$ 1,723</u>	<u>\$ 1,518</u>

NOTE 6--LOANS TO STUDENTS

The Center had student loans outstanding of \$6,779 and \$6,393 (net of allowance for uncollectible loans of \$357 and \$336) at June 30, 2014 and 2013, respectively. Student loans made under the Health Professions Student Loan Program and the Nursing Student Loan Program represented approximately \$6,802 and \$6,381 of the gross amounts. Under these programs, the U.S. Department of Health and Human Services, Bureau of Health Professions, provides funds for eight-ninths (8/9) of the loans, and the Center provides the remaining funds. At June 30, 2014 and 2013, \$7,060 and \$7,082, respectively, are included as federal loan program contributions refundable in the statements of net position as these amounts are refundable to the U.S. government upon cessation of the programs.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 7--FUNDS HELD IN TRUST BY OTHERS

The University of Oklahoma (the "University") has a beneficial interest in the "Section Thirteen State Educational Institutions Fund" and the "New College Fund" held in the care of the Commissioners of the Land Office as trustees. The University has the right to receive annually 30% of the distribution of income produced by "Section Thirteen State Educational Institutions Fund" assets and 100% of the distribution of income produced by the University's "New College Fund."

The University, as a whole, received \$10,608 and \$9,858 during the years ended June 30, 2014 and 2013, respectively, which is restricted to acquisition of buildings, equipment, or other capital items. Of these amounts, the Center received approximately \$2,499 and \$2,839 in 2014 and 2013, respectively. Present state law prohibits the distribution of any corpus of these funds. The estimated fair value of the total trust fund for the University, held in trust by the Commissioners of the Land Office, was approximately \$180,984 (\$160,791 restricted corpus) and \$160,992 (\$148,705 restricted corpus) at June 30, 2014 and 2013, respectively. Such trust funds, held by the Commissioners of the Land Office, have not been reflected in the accompanying financial statements.

In connection with the State Regents' Endowment Program, the State of Oklahoma has matched contributions received under the program. The cumulative match amount, plus any retained accumulated earnings, totaled \$193,997 and \$183,396 at June 30, 2014 and 2013, respectively, and is invested by the State Regents on behalf of the Center. The Center will receive an annual distribution of earnings on these funds; however, as legal title of the state match is retained by the State Regents, only the funds available for distribution, for which the Center has incurred allowable reimbursable expenses, or \$6,039 and \$5,168 at June 30, 2014 and 2013, respectively, have been reflected as assets in the statements of net position.

With regard to the institutional matching funds, approximately \$252,808 and \$248,171, of cumulative undisbursed contributions have been made to the OU Foundation, for the benefit of the Center, and are on deposit with the OU Foundation at June 30, 2014 and 2013, respectively.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 8--CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2014, includes the following:

	Beginning Balance	Additions	Transfers	Deductions	Ending Balance
Capital assets not being depreciated:					
Art	\$ 722	\$ -	\$ -	\$ -	\$ 722
Land	26,701	-	5,496	(192)	32,005
Construction in-progress	8,634	102,970	(99,272)	-	12,332
Total capital assets not being depreciated	36,057	102,970	(93,776)	(192)	45,059
Capital assets being depreciated:					
Improvements	14,176	77	1,688	-	15,941
Buildings	516,661	1,094	83,788	(9,719)	591,824
Equipment	127,156	9,420	3,301	(4,437)	135,440
Infrastructure	1,823	-	4,619	-	6,442
Leasehold improvements	37,506	467	380	(29)	38,324
Library materials	29,517	51	-	-	29,568
Total capital assets being depreciated	726,839	11,109	93,776	(14,185)	817,539
Less: accumulated depreciation					
Improvements	12,019	657	-	-	12,676
Buildings	110,995	11,386	-	(1,029)	121,352
Equipment	85,240	10,657	-	(2,711)	93,186
Infrastructure	893	307	-	-	1,200
Leasehold improvements	18,187	2,630	-	(22)	20,795
Library materials	24,974	1,084	-	-	26,058
Total accumulated depreciation	252,308	26,721	-	(3,762)	275,267
Total capital assets being depreciated, net	474,531	(15,612)	93,776	(10,423)	542,272
Capital assets, net	<u>\$ 510,588</u>	<u>\$ 87,358</u>	<u>\$ -</u>	<u>\$ (10,615)</u>	<u>\$ 587,331</u>

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 8--CAPITAL ASSETS--Continued

Capital asset activity for the year ended June 30, 2013, includes the following:

	Beginning Balance	Additions	Transfers	Deductions	Ending Balance
Capital assets not being depreciated:					
Art	\$ 717	\$ 26	\$ -	\$ (21)	\$ 722
Land	26,701	-	-	-	26,701
Construction in-progress	10,353	15,768	(17,487)	-	8,634
Total capital assets not being depreciated	37,771	15,794	(17,487)	(21)	36,057
Capital assets being depreciated:					
Improvements	14,079	97	-	-	14,176
Buildings	502,609	1,670	14,466	(2,084)	516,661
Equipment	121,544	9,495	1,705	(5,588)	127,156
Infrastructure	1,744	92	-	(13)	1,823
Leasehold improvements	35,915	275	1,316	-	37,506
Library materials	29,401	116	-	-	29,517
Total capital assets being depreciated	705,292	11,745	17,487	(7,685)	726,839
Less: accumulated depreciation					
Improvements	11,482	537	-	-	12,019
Buildings	102,076	10,016	-	(1,097)	110,995
Equipment	78,343	9,372	-	(2,475)	85,240
Infrastructure	815	78	-	-	893
Leasehold improvements	15,077	3,110	-	-	18,187
Library materials	23,788	1,186	-	-	24,974
Total accumulated depreciation	231,581	24,299	-	(3,572)	252,308
Total capital assets being depreciated, net	473,711	(12,554)	17,487	(4,113)	474,531
Capital assets, net	<u>\$ 511,482</u>	<u>\$ 3,240</u>	<u>\$ -</u>	<u>\$ (4,134)</u>	<u>\$ 510,588</u>

NOTE 9--UNEARNED REVENUES

Unearned revenues consists of the following at June 30:

	2014	2013
Prepaid tuition and student fees	\$ 1,215	\$ 1,125
Auxiliary enterprises and other activities	219	105
Long-term contracts	6,603	7,027
	<u>\$ 8,037</u>	<u>\$ 8,257</u>

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 10--LONG-TERM LIABILITIES

The following is a summary of long-term obligation transactions of the Center for the year ended June 30, 2014:

	Issue Dates	Interest Rates	Maturity Through	Beginning Balance	Additions	Deductions	Ending Balance	Current Portion
Bonds, notes, and capital leases:		(In %)						
Revenue bonds payable:								
Utility System Series 2004 A&B	2004	2.61-4.85	11/1/2019	\$ 5,323	\$ -	\$ (671)	\$ 4,652	\$ 706
General Revenue Bonds Series 2008 A&B	2008	3.28-6.63	7/1/2036	65,887	-	(1,336)	64,551	1,396
General Revenue Bonds Series 2010 A&B	2010	1.24-5.00	7/1/2030	27,733	-	(2,066)	25,667	2,106
General Revenue Bonds Series 2013A	2013	.46-6.0	7/1/2043	-	62,372	57	62,429	1,048
				98,943	62,372	(4,016)	157,299	5,256
Notes payable:				1,154	-	(448)	706	466
ODFA capital leases payable				5,177	-	(528)	4,649	505
O CIA capital leases payable				26,025	14,109	(15,591)	24,543	1,926
Equipment Capital Lease				-	28	(8)	20	11
Total bonds, notes, and capital leases				131,299	76,509	(20,591)	187,217	8,164
Other noncurrent liabilities:								
Accrued compensated absences				33,091	106	-	33,197	24,898
Post employment benefits obligation				74,980	8,597	(2,885)	80,692	3,598
Federal loan program contributions refundable				7,082	-	(22)	7,060	-
Total other noncurrent liabilities				115,153	8,703	(2,907)	120,949	28,496
Total noncurrent liabilities				\$ 246,452	\$ 85,212	\$ (23,498)	\$ 308,166	\$ 36,660

The following is a summary of long-term obligation transactions of the Center for the year ended June 30, 2013:

	Issue Dates	Interest Rates	Maturity Through	Beginning Balance	Additions	Deductions	Ending Balance	Current Portion
Bonds, notes, and capital leases:		(In %)						
Revenue bonds payable:								
Utility System Series 2004 A&B	2004	2.61-4.85	11/1/2019	\$ 5,969	\$ -	\$ (646)	\$ 5,323	\$ 671
General Revenue Bonds Series 2008 A&B	2008	3.28-6.63	7/1/2036	67,168	-	(1,281)	65,887	1,336
General Revenue Bonds Series 2010 A&B	2010	1.24-5.00	7/1/2030	29,759	-	(2,026)	27,733	2,066
				102,896	-	(3,953)	98,943	4,073
Notes payable:				1,585	-	(431)	1,154	448
ODFA capital leases payable				5,687	-	(510)	5,177	528
O CIA capital leases payable				26,025	-	-	26,025	699
Total bonds, notes, and capital leases				136,193	-	(4,894)	131,299	5,748
Other noncurrent liabilities:								
Accrued compensated absences				31,989	1,102	-	33,091	25,149
Post employment benefits obligation				68,152	9,455	(2,627)	74,980	3,309
Federal loan program contributions refundable				6,944	138	-	7,082	-
Total other noncurrent liabilities				107,085	10,695	(2,627)	115,153	28,458
Total noncurrent liabilities				\$ 243,278	\$ 10,695	\$ (7,521)	\$ 246,452	\$ 34,206

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 10--LONG-TERM LIABILITIES--Continued

Revenue Bonds Payable: In FY09, General Revenue Bonds, Series 2008A and 2008B, were issued by the Board of Regents pursuant to the Master Resolution establishing the University of Oklahoma Health Sciences Center General Revenue Financing System in support of funding for the OU Cancer Institute. The revenue pledged as security for these obligations is any or all revenues of the Center which are lawfully available for the payment of obligations, excluding revenues appropriated by the state legislature (except for in certain circumstances the Dedicated Tobacco Tax Revenues), funds whose purpose has been restricted by the donors or grantors to a purpose inconsistent with the payment of such obligations, and any funds pledged for prior encumbered obligations.

In FY10, General Revenue Bonds, Series 2010A and 2010B, were issued by the Board of Regents pursuant to the Master Resolution establishing the University of Oklahoma Health Sciences Center General Revenue Financing System. These bonds were issued to provide funds to refund certain prior bond issues and to construct, renovate, remodel, expand, and equip certain additions and improvements to parking, utility, and data center facilities on the Center's Oklahoma City campus. The revenue pledged as security for these obligations is any or all revenues of the Center which are lawfully available for the payment of obligations, excluding revenues appropriated by the state legislature, funds whose purpose has been restricted by the donors or grantors to a purpose inconsistent with the payment of such obligations, and any funds pledged for prior encumbered obligations.

In FY14, General Revenue Bonds, Series 2013A, were issued by the Board of Regents pursuant to the Master Resolution establishing the University of Oklahoma Health Sciences Center General Revenue Financing System. These bonds were issued to provide funds to acquire a research park for the Center. The revenue pledged as security for these obligations is any or all revenues of the Center which are lawfully available for the payment of obligations, excluding revenues appropriated by the state legislature, funds whose purpose has been restricted by the donors or grantors to a purpose inconsistent with the payment of such obligations, and any funds pledged for prior encumbered obligations.

The total principal and interest remaining to be paid on the General Revenue Bonds is \$271,454. Total pledged revenue received in the current year was \$548,174. Debt service payments of \$10,296, including both principal and interest, were 1.9% of pledged revenues.

Utility System Revenue bonds issued prior to the Resolution (prior encumbered obligations) are payable both as to principal and interest from the net revenues arising from operations of the physical plant utilities system which are pledged under the various bond indentures. At June 30, 2014 and 2013, the Center had \$503 and \$485 respectively, of cash and investments held in trust for the bond indentures, restricted to the payment of principal and interest.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 10--LONG-TERM LIABILITIES--Continued

Revenue Bonds Payable--Continued:

Tulsa Campus Series 2003 Defeasance

On December 5, 2006, the Board of Regents of The University of Oklahoma authorized the issuance of the \$3,500 Board of Regents of the University of Oklahoma on behalf of the University of Oklahoma Health Sciences Center Refunding Revenue Note, Series 2007 (the "Series 2007 Note"). The proceeds of the Series 2007 Note along with existing Center funds were used to advance refund the remainder of the \$17,770 The Board of Regents of the University of Oklahoma University of Oklahoma Tulsa Campus Revenue Bonds Series 2003A (the "Series 2003 Bonds") which was loaned to the Board of Regents of the University of Oklahoma and used in the acquisition of the Tulsa Campus located at 4502 E. 41st Street, Tulsa, Oklahoma. The Series 2007 Note is dated June 1, 2007 and is payable solely from the net revenues of the clinical operations of the Tulsa branch of the University of Oklahoma College of Medicine. The Series 2007 Note bears interest at 3.94% and is payable over 8.5 years, with annual payments of \$489. The outstanding balance at June 30, 2014 and 2013 was \$706 and \$1,154 respectively. In accordance with the advanced refunding, the Center deposited \$17,360 into an escrow fund and purchased government securities bearing interest in amounts sufficient to pay the Series 2003 Bonds at January 1, 2013. Accordingly, the Series 2003 Bonds are considered to have been extinguished, and neither the 2003 Series Bonds nor the associated escrow fund is included in the Center's statements of net position as of June 30, 2014.

Capital Lease Obligations:

ODFA Master Lease Obligations

In August 2005, the Center entered into a 7 year lease agreement with ODFA and the State Regents as beneficiary of a portion of the proceeds from the Oklahoma Development Finance Authority Oklahoma State Regents for Higher Education Master Lease Revenue Bonds Series 2005B. The Center financed \$2,300 to upgrade the parking access system. Assets under this capital lease totaled \$347 and \$553 net of accumulated depreciation of \$1,667 and \$1,577 at June 30, 2014 and 2013, respectively. As of 2014, assets totaling \$286 were retired with accumulated depreciation of \$244. Depreciation expense on these capital lease assets is included in depreciation expense on the statements of revenues, expenses, and changes in net position.

In December 2007, the Center entered into a 15 year lease agreement with ODFA and the State Regents as beneficiary of a portion of the proceeds from the Oklahoma Development Finance Authority Oklahoma State Regents for Higher Education Master Lease Revenue Bonds Series 2007B. The Center financed \$6,067 to renovate the Medical Student Education Facility on the Oklahoma City, Oklahoma campus. Assets under this capital lease totaled \$5,339 and \$5,460 net of accumulated depreciation of \$728 and \$607 as of June 30, 2014 and 2013, respectively. Depreciation expense on these capital lease assets is included in depreciation expense on the statements of revenues, expenses, and changes in net position.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 10--LONG-TERM LIABILITIES--Continued

Capital Lease Obligations--Continued:

ODFA Master Lease Obligations--Continued

In December 2007, the Center entered into a 15 year lease agreement with ODFA and the State Regents as beneficiary of a portion of the proceeds from the Oklahoma Development Finance Authority Oklahoma State Regents for Higher Education Master Lease Revenue Bonds Series 2007C. The Center financed \$1,304 to construct a cooling tower on the Tulsa Oklahoma campus. Assets under this capital lease totaled \$1,145 and \$1,171 net of accumulated depreciation of \$159 and \$133 at June 30, 2014 and 2013, respectively. Depreciation expense on these capital lease assets is included in depreciation expense on the statements of revenues, expenses, and changes in net position.

In July 2009, the Center entered into a 5 year lease agreement with ODFA and the State Regents as beneficiary of a portion of the proceeds from the Oklahoma Development Finance Authority Oklahoma State Regents for Higher Education Master Lease Revenue Bonds Series 2009B. The Center financed \$333 to purchase a Practice Management System. Assets under this capital lease totaled \$18 and \$85 net of accumulated depreciation of \$315 and \$248 at June 30, 2014 and 2013, respectively. Depreciation expense on these capital lease assets is included in depreciation expense on the statements of revenues, expenses, and changes in net position.

OCIA Capital Lease Obligations

In the fall of 2005, the Center entered into a 25 year lease agreement with the Oklahoma Capital Improvement Authority ("OCIA") and the Oklahoma State Regents for Higher Education as beneficiary of a portion of the proceeds from the OCIA State Facilities Revenue Bonds, Series 2005F and 2005G. The Center received \$26,146 of the proceeds for capital improvement projects on the Oklahoma City and Tulsa Campuses as approved by the Regents. Assets under these capital leases totaled \$23,110 and \$23,633, net of accumulated depreciation of \$3,036 and \$2,513 at June 30, 2014 and 2013, respectively.

In August 2010, the Center's 2005F lease agreement with the OCIA was restructured through a partial refunding of OCIA's 2005F bond debt. OCIA issued two new bonds, Series 2010A and 2010B. The Center's lease agreements with OCIA secure the OCIA bond debt and any future debt that might be issued to refund earlier bond issues. OCIA issued this new debt to provide budgetary relief for fiscal years 2011 and 2012 by extending and restructuring debt service. Consequently, the Center's lease agreement with OCIA automatically restructured to secure the new bond issues. This lease restructuring has extended certain principal payments into the future, resulting in a charge or cost on restructuring. The Center has recorded a deferred outflow of resources of \$2,295 on restructuring that is being amortized over a period of 6 years and wrote off \$623 of unamortized premium from the 2005F lease agreement. During the years ended June 30, 2014 and 2013, amortization of the deferred outflows of resources was \$279. This restructuring resulted in an aggregate debt service difference for principal and interest between the original lease agreement and the restructured lease agreement of \$113 which also approximates the economic cost of the lease restructuring.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 10--LONG-TERM LIABILITIES--Continued

Capital Lease Obligations--Continued:

OCIA Capital Lease Obligations--Continued

In April 2014, the Center's 2005F lease agreement with the OCIA was restructured through a partial refunding of OCIA's 2005F bond debt. OCIA issued a new bond, Series 2014A. The Center's lease agreements with OCIA secure the OCIA bond debt and any future debt that might be issued to refund earlier bond issues. OCIA issued this new debt to provide budgetary relief by restructuring debt service. Consequently, the Center's lease agreement with OCIA automatically restructured to secure the new bond issues. This lease restructuring has reduced the principal payments. The Center has recorded a deferred inflow of resources of \$783 on restructuring that is being amortized over a period of 17 years. During the year ended June 30, 2014, amortization of the deferred inflows of resources was \$12. This restructuring resulted in an aggregate debt service difference for principal and interest between the original lease agreement and the restructured lease agreement of \$1,828.

Lease payments made by the State of Oklahoma on behalf of the Center are held by the OCIA for future principal and interest payments of the OCIA Bonds. The OCIA deposits the lease payments into an interest-bearing fund and may use the interest earnings to reduce the Center's future lease payments.

Maturities of principal and interest requirements on revenue bonds payable, capital lease obligations, and notes payable are as follows at June 30, 2014:

	2015	2016	2017	2018	2019	2020 2024	2025 2029	2030 2034	2035 2039	2040 2044	Total
Utility System Series 2004A&B	\$ 874	\$ 872	\$ 875	\$ 871	\$ 870	\$ 872	\$ -	\$ -	\$ -	\$ -	\$ 5,234
General Revenue Bond 2008 Series A& B	4,806	4,805	4,804	4,798	4,795	23,897	23,919	23,823	14,225	-	109,872
General Revenue Bond 2010 Series A& B	3,073	3,053	3,049	2,903	2,900	11,365	5,548	512	-	-	32,403
General Revenue Bond 2013 Series A	4,304	4,306	4,308	4,305	4,307	21,524	21,522	21,529	21,534	21,540	129,179
Total principal and interest	13,057	13,036	13,036	12,877	12,872	57,658	50,989	45,864	35,759	21,540	276,688
Less: interest	7,801	7,616	7,415	7,186	6,936	30,549	23,428	16,769	8,702	2,987	119,389
Total principal	5,256	5,420	5,621	5,691	5,936	27,109	27,561	29,095	27,057	18,553	157,299
Capital leases	3,419	3,576	3,966	3,968	3,933	7,775	8,938	3,559	-	-	39,134
Less: interest	977	1,092	1,047	930	791	3,198	1,717	170	-	-	9,922
Total principal	2,442	2,484	2,919	3,038	3,142	4,577	7,221	3,389	-	-	29,212
Notes payable	489	245	-	-	-	-	-	-	-	-	734
Less: interest	23	5	-	-	-	-	-	-	-	-	28
Total principal	466	240	-	-	-	-	-	-	-	-	706
Total	\$ 8,164	\$ 8,144	\$ 8,540	\$ 8,729	\$ 9,078	\$ 31,686	\$ 34,782	\$ 32,484	\$ 27,057	\$ 18,553	\$ 187,217

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 11--OPERATING LEASES

Lessee Commitments: The Center has entered into certain other operating leases for equipment, office space, vehicles, and other miscellaneous items. All operating leases are for a one-year term with an option to renew based on available funding. Rental expenditures under all operating leases were approximately \$8,143 and \$8,843 for 2014 and 2013, respectively.

Lessor Agreements: The Center has various non-cancelable operating leases consisting of Center owned building space or land leased to non-Center entities. The majority of the leases are for space leased at the University Research Park (URP) which was purchased by the Center in October 2013. Various other leases from other Center owned property are also in effect. The following schedule presents minimum future rentals receivable by property from these contracts (expressed in thousands):

	2015	2016	2017	2018	2019	Thereafter
University Research Park (URP)	\$ 4,728	\$ 2,726	\$ 1,755	\$ 1,520	\$ 1,520	\$ 3,250
Harold Hamm Diabetes Center (HHDC)	424	432	415	124	128	840
College of Pharmacy (COP)	4	-	-	-	-	-
Student Union (SU)	15	-	-	-	-	-
Land Leases	44	45	45	45	46	1,953
	<u>\$ 5,215</u>	<u>\$ 3,203</u>	<u>\$ 2,215</u>	<u>\$ 1,689</u>	<u>\$ 1,694</u>	<u>\$ 6,043</u>

The cost and carrying amount of the leased property attributed to non-cancelable leases for the year ended June 30, 2014:

	URP	HHDC	COP	SU	Land
Land Cost	\$ -	\$ -	\$ -	\$ -	\$ 500
Building Cost	23,272	3,544	51	108	-
Less Accumulated Depreciation	(336)	(357)	(25)	(32)	-
Net Leased Property	<u>\$ 22,936</u>	<u>\$ 3,187</u>	<u>\$ 26</u>	<u>\$ 76</u>	<u>\$ 500</u>

The Center also has various other leases that are cancelable or currently month-to-month. The following schedule includes the cost and carrying amount of the leased property for these leases for the year ended June 30, 2014:

	Cost	Accumulated Depreciation	Net Leased Property
University Research Park	\$ 26,333	\$ (385)	\$ 25,948
Student Union	452	(134)	318
Family Medicine	71	(28)	43
Stephenson Cancer Center	30,264	(1,816)	28,448
O'Donoghue Building	341	(257)	84
Rogers Building	112	(30)	82
Biomedical Research Center	67	(17)	50
Basic Sciences Education Building	15	(7)	8
Tulsa Schusterman Center	2,518	(443)	2,075
Land	310	-	310
Net Leased Property	<u>\$ 60,483</u>	<u>\$ (3,117)</u>	<u>\$ 57,366</u>

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 12--RETIREMENT PLANS

The Center's academic and nonacademic personnel are covered by various retirement plans depending on job classification. The plans available to Center personnel include the Oklahoma Teacher's Retirement System, the University of Oklahoma Defined Contribution Plan, and the University of Oklahoma Defined Contribution Plan for Hourly Employees who are not participants of the Oklahoma Teachers' Retirement System.

A summary of significant data for each of the retirement plans follows:

Defined Benefit Plan - Oklahoma Teachers Retirement System

Plan Description: The Center contributes to the Oklahoma Teachers' Retirement System (the "OTRS" or the "System"), a cost-sharing multiple-employer public employee retirement system which is self-administered.

The OTRS provides retirement, disability, and death benefits to plan members and beneficiaries. The benefit provisions are established and may be amended by the legislature of the State of Oklahoma. Title 70 of the Oklahoma statutes, Sections 17-101 through 116.9, as amended, assigns the authority for management and operation of the plan to the Board of Trustees of the System.

The System issues a publicly available annual financial report that includes financial statements and required supplementary information for the OTRS. That annual report may be obtained by writing to the OTRS, P.O. 53524, Oklahoma City, OK 73152 or by calling (405) 521-2387 or at the OTRS website at www.tris.state.ok.us.

Funding Policy: The System members and the Center are required to contribute at a rate set by statute. The contribution requirements of the System members and the Center are established and may be amended by the legislature of the State of Oklahoma.

For the years ended June 30, 2014 and 2013, the State contributed 5% of State revenues from sales and use taxes and individual income taxes. Contributions made by the State from the dedicated taxes are considered on-behalf payments for the Center's employees. The amount benefiting the Center's employees is estimated at \$11,321 and \$11,576 for the years ended June 30, 2014 and 2013, respectively, based on an allocation of the Center's covered payroll to total payroll for the OTRS.

For the years ended June 30, 2014 and 2013, the contribution rate for System members of 7% is applied to their total compensation. The local employer contribution rate was 8.55% for the years ended June 30, 2014 and 2013, respectively. The Center's contributions to the System for the years ended June 30, 2014, 2013, and 2012 were approximately \$13,294, \$13,174, and \$13,280, respectively, and were equal to the required contributions for each year.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 12--RETIREMENT PLANS--Continued

Defined Contribution Plans - Optional Retirement Plan

Plan Description: Monthly employees, hired July 1, 2004 or later, who would have been previously required to participate in OTRS, now have the option to elect either OTRS (along with Plans 1 or 2 described below) or the Optional Retirement Plan (ORP) within the first 90 days of employment. This is a one-time election, and if an employee does not make an election, the employee defaults into OTRS and will also participate in Plan 1 or 2 of the Defined Contribution Plan noted below. Hourly employees not participating in OTRS are also included in this plan; however, their option to not participate in OTRS is revocable and can be changed upon their request.

Under the ORP, the Center contributes, at the direction of the participating employee, to the master record keeper, Fidelity Investments Company. The ORP is a non-contributory defined contribution plan, and the retirement investment firm is separately managed. Participants in the plan have the ability to direct their investments to a variety of different fund options and companies within the plan. The authority for contributing to the Defined Contribution plans is contained in the following policy document, "University of Oklahoma Defined Contribution Retirement Plan," amended and restated July 2004.

Funding Policy: The ORP provisions and contribution requirements are established and may be amended by the Center. The Center's contribution rate is 9% of covered payroll and is determined by the previously mentioned plan document. The Center's contributions to the ORP for the years ended June 30, 2014, 2013, and 2012 were approximately \$21,040, \$18,862 and \$16,690, respectively. Employees do not contribute to the ORP. The vesting period for the ORP is three years.

Defined Contribution Plan - Plan 1 and Plan 2

Plan Descriptions: For employees participating in OTRS, contributions to the defined contribution plan fall into Plan 1 or Plan 2 depending upon the employee's participation date. The Center contributes, at the direction of the participating employee, to the master record keeper, Fidelity Investments Company. Plans 1 and 2 are non-contributory defined contribution plans, and the retirement investment firm is separately managed.

Participants in the plan have the ability to direct their investments to a variety of different fund options and companies within the plan. The authority for contributing to the Defined Contribution plans is contained in the following policy document, "University of Oklahoma Defined Contribution Retirement Plan," amended and restated July 2004.

Funding Policy: Plan 1 and Plan 2 provisions and contribution requirements are established and may be amended by the Center. The Center's contribution rate is 15% for Plan 1 and 8% for Plan 2 of covered payroll and is determined by the previously mentioned plan document. Total contributions to Plans 1 and 2 were \$11,996 and \$6,769, respectively, for the year ended June 30, 2014. Total contributions to Plans 1 and 2 were \$11,886 and \$6,522, respectively, for the year ended June 30, 2013. Employees do not contribute to Plans 1 and 2. The vesting period for both Plan 1 and Plan 2 is three years.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 13--OTHER POST-EMPLOYMENT BENEFITS

Plan Description: Health and dental insurance is provided by the Center for all retirees who began employment prior to January 1, 2008 and meet specific age and service requirements, with varying premium subsidies based on retirement age and years of service as described below. Employees hired on or after January 1, 2008 may participate in the retiree insurance plan at the group rates at the retiree's own expense. Retirees may also elect the Center's health and dental coverage for eligible dependents at their own expense. The Center's retiree insurance plan is considered a single-employer defined benefit plan. After retirees become eligible for Medicare primary coverage, those participating in the OTRS (see Note 12) are provided with the Oklahoma State and Education Employees Group health plan as a secondary plan. For retirees not participating in OTRS, the Center's insurance continues in a secondary role. The Center's plan does not issue a standalone financial report. The Center has the authority to establish and amend the benefit provisions offered to retirees. The Board of Regents approved the following changes to the Retiree Medical Benefits Plan at their May 2012 meeting.

1. As part of these changes, two eligibility groups were established for future subsidized Center retiree medical benefits:

Group 1 - Current retirees, employees currently eligible to retire, and those who will meet eligibility for retirement on or before December 31, 2015.

Group 2 - Current employees hired on or before January 1, 2008 who will meet eligibility requirements on or after January 1, 2016.

2. The Center will continue to provide a 100% premium subsidy for Group 1 retirees.
3. An insurance premium subsidy for Group 2 was established as follows:

Retirement Age	Years of Service			
	10-14	15-19	20-24	25+
Under 55	Employees can retire with 25 years of service. No university subsidy until age 55.			
55-61	Not eligible	55%-must meet rule of 80	65%-must meet rule of 80	75%
62-64	55%	65%	75%	85%
65+	65%	75%	85%	100%

4. For the Center's Medicare Plan participants who retired on or after July 1, 1995, an individual deductible was phased in beginning January 1, 2013. Effective January 1, 2016, the Medicare coordination method will be changed to "exclusion," and the annual out-of-pocket maximum will be reduced from \$3,000 to \$1,500.
5. Beginning January 1, 2013, retirees were allowed a one-time opportunity to opt-out of the Center's retiree medical plan coverage if the individual is enrolled in other coverage. The retiree may return to the Center's plan if medical coverage is maintained during the opt-out period.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 13--OTHER POST-EMPLOYMENT BENEFITS--Continued

Funding Policy: For the Center's plan, the contribution requirement is based on a projected pay-as-you-go basis. The funding policy may be amended by the Regents of the University. The Center pays the premiums for the current retirees. On June 30, 2014, 1,363 retirees met the age and service eligibility requirements. For the years ended June 30, 2014 and 2013, the Center contributed \$2,885 and \$2,627 respectively, for current retirees.

Annual OPEB Cost and Net OPEB Obligation: The Center's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB No. 45. The ARC represents the level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

The following table shows the components of the Center's annual OPEB cost, the amount actually contributed by the Center, and changes in the Center's net OPEB obligation for the years ended June 30:

	2014	2013
Annual Required Contribution (ARC)	\$ 7,948	\$ 8,864
Interest on net OPEB obligation	3,749	3,408
Adjustment to ARC	<u>(3,100)</u>	<u>(2,817)</u>
Annual OPEB Cost	8,597	9,455
Contributions paid during year	<u>(2,885)</u>	<u>(2,627)</u>
Increase in net OPEB obligation	5,712	6,828
Net OPEB obligation - beginning of year	<u>74,980</u>	<u>68,152</u>
Net OPEB obligation - end of year	<u>\$ 80,692</u>	<u>\$ 74,980</u>

Funded Status and Funding Progress: The unfunded actuarial accrued liability totaled \$106,445 as of the January 1, 2014 actuarial valuation date. The initial unfunded actuarial accrued liability (UAAL) is being amortized over an open period of thirty years using the level percentage of projected covered payroll amortization method. The covered payroll (annual payroll of active employees covered by the plan, subsidized and nonsubsidized) was \$330,217, and the ratio of the UAAL to the covered payroll was 32%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 13--OTHER POST-EMPLOYMENT BENEFITS--Continued

Trend Information:

Fiscal Year Ended	Annual OPEB Cost	Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
2014	\$ 8,597	34%	\$ 80,692
2013	\$ 9,455	27%	\$ 74,980
2012	\$ 9,871	32%	\$ 68,152

Actuarial Methods and Assumptions: Projections of benefits for financial reporting purposes are based on the Retirement Policy document, amended as of July 1, 2002. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in reported amounts and reflect a long-term perspective of the calculations. In the January 1, 2014 actuarial valuation date, the projected unit credit cost method was used. The actuarial assumptions include the following: a 5% investment rate of return, which is based on the expected long-term investment returns of the Center's own investments, an annual healthcare cost trend rate of 9% initially, reduced by decrements to 4.5% after seven years (8.5% for 2014), and a payroll annual inflation rate of 3.5%.

NOTE 14--RISK MANAGEMENT

Due to the diverse risk exposure of the Center, the insurance portfolio contains a comprehensive variety of coverage. Oklahoma Statutes require participation of all State agencies in basic general liability, tort claim coverage, directors' and officers' liability, and property and casualty programs provided by the State of Oklahoma Division of Capital Assets Management Risk Management Department ("DCAMRM"). In addition to these basic policies, the Center's Office of Risk Management establishes guidelines in risk assessment, risk avoidance, risk acceptance, and risk transfer.

The Center and individual employees are provided sovereign immunity when performing official business within the scope of their employment under the Oklahoma Governmental Tort Claims Act.

Beyond acceptable retention levels, complete risk transfer is practiced by purchasing conventional insurance coverage either directly from a provider or through DCAMRM. These coverages are as follows:

- The buildings and contents are insured for replacement value. Each loss incident is subject to a \$500 deductible.
- General liability and tort claim coverages (including comprehensive general liability, auto liability, personal injury liability, aircraft liability, watercraft liability, leased vehicles, and equipment) are purchased by the Center from DCAMRM. To complement coverage provided by State Statute, additional coverage is purchased based on specific departmental and institutional needs and risks, but the related risks are not considered material to the Center as a whole. The Center has not filed any claims in any of the past three fiscal years.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 14--RISK MANAGEMENT--Continued

Self-Funded Programs

The Center's workers' compensation program is self-funded and is administered by a third party. The Center maintains a cash deposit with the administrator and reimburses the administrator for claims paid on a monthly basis, and administrative expenses are paid on a quarterly basis. Benefits provided are prescribed by State Statute and include lump sum payments for rated disabilities, in addition to medical expenses and a portion of salary loss, resulting from an on-the-job injury or illness. The Center records a liability for workers' compensation in its financial statements based on annual actuarial valuations. As of June 30, 2014 and 2013, the accrued workers' compensation liability totaled approximately \$2,537 and \$2,176, respectively.

The Center's unemployment compensation insurance program is also self-funded. Unemployment benefits that separated employees receive are determined by Oklahoma Statutes and are administered by the Oklahoma Employment Security Commission ("OESC"). As a reimbursing employer, the Center is billed quarterly by the OESC for benefits paid to former employees. The Center's reserve with the OESC is the average claims paid over the past three years. As of June 30, 2014 and 2013, the required reserve was \$374 and \$439, respectively. The minimum cash balance is considered each year during the fringe benefit rate-setting process.

Effective July 1, 2013 the Center entered into an agreement for self-funded student health insurance. The plan is administered by a third party, and claims are processed by Blue Cross Blue Shield. The premiums for the insurance are paid by the student directly to Academic HealthPlans (AHP) into a fund managed by AHP. The claims and administrative expenses are paid as incurred directly from the fund. The Center records the cash balance of the fund in its financial statements, as well as an actuarially determined liability for incurred but not reported claims. As of June 30, 2014, the cash balance for the plan was \$313 and the accrued liability for claims not yet reported totaled \$64.

NOTE 15--CONTINGENCIES AND COMMITMENTS

At June 30, 2014 and 2013, the Center had outstanding commitments under construction contracts of \$1,905 and \$10,358, respectively.

In the normal course of operations, the Center is a defendant in several lawsuits; however, Center officials are of the opinion, based on the advice of in-house legal counsel, that the ultimate outcome of this litigation will not have a material effect on the future operations or financial position of the Center.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 15--CONTINGENCIES AND COMMITMENTS--Continued

The Center receives grants and other forms of reimbursement from various federal and state agencies. These activities are subject to audit by agents of the funding authority, the purpose of which is to ensure compliance with conditions precedent to providing such funds. Management believes that the liability, if any, for reimbursement which may arise as the result of audits would not be material.

In March 2010, the Internal Revenue Service (IRS) announced that for periods ending before April 1, 2005, medical residents are excepted from the Federal Insurance Contributions Act (FICA) taxes based on the student exception under IRC section 3121 (b)(10). During 2013, the IRS issued a refund to the Center of approximately \$57.5 million for FICA taxes previously paid plus statutory interest. Approximately \$23.3 million of the refund was returned to residents during the year ending June 30, 2014, reducing the deposits held in custody for others recorded in the accompanying statements of net position at June 30, 2013.

NOTE 16--AFFILIATES AND RELATED PARTY TRANSACTIONS

HCA Health Services of Oklahoma, Inc. d/b/a OU Medical Center

The Center has contracts with HCA Health Services of Oklahoma, Inc. d/b/a OU Medical Center ("HCA") for the Center's staff to provide in-service education and administrative duties within University Hospital and Children's Hospital of Oklahoma, two of the institutions comprising the OU Medical Center. In addition, the Center provides phone services and steam and chilled water for heating and cooling purposes to the OU Medical Center. Total sales and services under the above transactions were approximately \$36,977 and \$33,927 for 2014 and 2013, respectively. Amounts due from HCA for such transactions were \$6,032 and \$6,612 as of June 30, 2014 and 2013, respectively, and are included in accounts receivable, net of allowances, on the statements of net position.

The Tulsa Foundation for Health Care Services, Inc.

The Tulsa Foundation for Health Care Services, Inc. (the "Tulsa Foundation") is an Oklahoma not-for-profit organization organized for the benefit of, to perform the functions of, or to carry out the purposes of the University Of Oklahoma College Of Medicine - Tulsa Bedlam Clinic and/or successor clinics. The purposes of the Tulsa Foundation are exclusively charitable, educational, and research, specifically to receive funds from various entities to provide compassionate medical and health care services for the underserved community in the greater Tulsa area with an emphasis on caring for children and their families through the Bedlam Clinic or its successor entities. The economic resources received and held by the Tulsa Foundation for the benefit of the Center are not significant to its overall financial position. As a result, the Tulsa Foundation is not considered a component unit of the Center under the definition of GASB Statement No. 39.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 16--AFFILIATES AND RELATED PARTY TRANSACTIONS--Continued

The Academic Physicians Insurance Company

The Academic Physicians Insurance Company (the "Captive"), formed in 2006, is a not-for-profit insurance company formed and domiciled in the State of Vermont as an Alternative Risk Financing Vehicle for the purpose of financing the medical professional liability insurance for College of Medicine faculty practicing as OU Physicians. Premiums paid by the Center to obtain professional liability coverage from the Captive totaled \$8,304 and \$11,020 for fiscal years 2014 and 2013, respectively, thus eliminating the Center's deductible expense for current and future claims. As of and for the year ended June 30, 2014, the economic resources of the Captive include total assets of \$50,348, total revenue of \$6,773, and total equity of \$25,478. The Captive is not considered a component unit of the Center under the definition of GASB Statement No. 39, as the Center is not entitled to and does not have the ability to otherwise access a majority of the resources received or held by the Captive.

The University of Oklahoma Foundation

The OU Foundation is a public foundation organized to receive and administer gifts for the benefit of the Norman Campus and the Center. At June 30, 2014 and 2013, the OU Foundation had audited net position of approximately \$1,227,143 and \$1,069,070, respectively. The OU Foundation expended on behalf of the Norman Campus and the Center approximately \$112,377 in 2014 and \$102,981 in 2013 for facilities and equipment, salary supplements, general educational assistance, faculty awards, and scholarships. Of these expenditures, \$13,856 in 2014 and \$11,920 in 2013 are reflected in the Center's financial statements as revenue or private gifts and expenditures. The amounts not reflected herein consist of direct OU Foundation expenditures for general university educational purposes and amounts reflected in the Norman Campus financial statements.

As discussed in Note 1, the OU Foundation is not considered a component unit of the Center under the definition of GASB Statement No. 39 because the resources received and held by the OU Foundation are not entirely or almost entirely held for the benefit of the Center.

NOTE 17--SUBSEQUENT EVENTS

The Center has evaluated events and transactions that occurred subsequent to June 30, 2014 through October 7, 2014, the date these financial statements were available to be issued, for potential recognition or disclosure in the financial statements. There were no subsequent events requiring recognition or disclosure.

NOTES TO FINANCIAL STATEMENTS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 and 2013 (in thousands)

NOTE 18--FUNCTIONAL CLASSIFICATIONS

For the years ended June 30, 2014 and 2013, the following table represents operating expenses within functional classification:

Function:	<u>2014</u>	<u>2013</u>
Instruction	\$ 205,546	\$ 193,701
Research	83,617	78,847
Public service	28,271	33,170
Academic support	40,047	39,686
Student services	5,664	5,128
Institutional support	34,191	28,380
Operations and maintenance of plant	36,266	29,134
Scholarships/Fellowships	1,855	1,640
Clinical operations	427,566	397,580
Agency	4	6
Auxiliary enterprises	7,065	3,561
Service unit	17,700	12,314
Plant	2,198	7,986
Total Operating Expenses	<u>\$ 889,990</u>	<u>\$ 831,133</u>

REQUIRED SUPPLEMENTARY INFORMATION

REQUIRED SUPPLEMENTARY INFORMATION

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

June 30, 2014 (in thousands)

University of Oklahoma Health Sciences Center Retiree Health/Dental Insurance

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) --entry age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Percentage of Covered Payroll ((b-a)/c)
1/1/2012	\$ -	\$ 104,027	\$ 104,027	\$ -	\$ 305,883	34%
1/1/2013	\$ -	\$ 111,512	\$ 111,512	\$ -	\$ 305,292	37%
1/1/2014	\$ -	\$ 106,445	\$ 106,445	\$ -	\$ 330,217	32%

The Center obtains an actuarial valuation annually.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Annual Required Contributions

See Note 13 for actuarial assumptions and other information used to determine the annual required contributions (ARC) for the plan.

Benefit Provisions

During the year ended June 30, 2012, the University's Board of Regents approved significant changes to the University's retiree health/dental insurance plans. A more complete description of changes is described in Note 13 to the financial statements.

REPORTS REQUIRED BY
GOVERNMENT AUDITING STANDARDS
AND OMB CIRCULAR A-133

**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 Regents of the University of Oklahoma
University of Oklahoma Health Sciences Center
Norman, Oklahoma

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the University of Oklahoma Health Sciences Center (the "Center"), a component unit of the State of Oklahoma, which comprise the statement of net position as of June 30, 2014, and the related statements of revenues, expenses, and changes in net position and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated October 7, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Center's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Center's internal control. Accordingly, we do not express an opinion on the effectiveness of the Center'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Center'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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Center'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 entity'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.

Cole & Reed P.C.

Oklahoma City, Oklahoma
October 7, 2014

**Independent Auditors' Report on
Compliance for Each Major Federal Program;
Report on Internal Control Over Compliance; and Report on the
Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

Board of Regents of the University of Oklahoma
University of Oklahoma Health Sciences Center
Norman, Oklahoma

Report on Compliance for Each Major Federal Program

We have audited the compliance of the University of Oklahoma Health Sciences Center (the "Center") with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Center's major federal programs for the year ended June 30, 2014. The Center'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 the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the Center'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 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 Center's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the Center 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, 2014.

Report on Internal Control Over Compliance

Management of the Center is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Center'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 OMB Circular A-133, 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 Center'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.

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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of the Center as of and for the year ended June 30, 2014, and have issued our report thereon dated October 7, 2014, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Oklahoma City, Oklahoma
October 7, 2014

Cole & Reed P.C.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

<u>Federal Grantor/Pass-through Grantor/Program Title</u>	<u>Expenditures</u>
Research and Development:	
Department of Health and Human Services - ARRA	\$ 1,016,751
Department of Health and Human Services	57,276,427
Department of Defense	612,880
Department of Education	1,391,415
Other Federal Agencies	<u>310,425</u>
Total Research and Development	60,607,898
Training:	
Department of Health and Human Services - ARRA	132,596
Department of Health and Human Services	5,054,276
Department of Agriculture	793,932
Department of Education	173,293
Department of Justice	277,111
Other Federal Agencies	<u>61,869</u>
Total Training	6,493,077
Other:	
Department of Health and Human Services - ARRA	20,709
Department of Health and Human Services	11,523,628
Department of Education	53,174
Other Federal Agencies	<u>31,831</u>
Total Other	11,629,342
Student Financial Aid:	
Department of Education	64,538,820
Department of Health and Human Services	<u>1,542,005</u>
Total Student Financial Aid	<u>66,080,825</u>
Total Federal Program Expenditures	<u>\$ 144,811,142</u>

See notes to schedule of expenditures of federal awards.

DETAILED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency	Flow-Thru Entity	CFDA	Expenditures	Title	OU Agency ID	
Research and Development Expenditures - ARRA Direct							
Department of Health and Human Services							
Rsrch	DHHS	NHLBI	93.701	\$ 11,715	Genetic Variations in the HPA (Hypothalamic-Pituitary Ad	5R21HL092363	Y
Rsrch	DHHS	NINR	93.701	4,708	Native Navigation Across the Cancer Continuum in Comanch	1R15NR012195	Y
Rsrch	DHHS	AHRQ	93.710	694,539	Leveraging Practice Based Research Networks to Accelerat	1R18HS019945	Y
Total Research and Development - DHHS ARRA Direct				710,962			
Research and Development Expenditures - Direct							
Department of Health and Human Services							
Rsrch	DHHS	FDA	93.000	427,819	Baboon Model of Pertussis Disease and Vaccine Evaluation	HHSF223201210008I	H
Rsrch	DHHS	NCI	93.000	1,226,363	Preclinical inVitro and in Vivo Agent Development Assays	HHSN261201200020I	H
Rsrch	DHHS	NCI	93.000	794,672	Preclinical Efficacy & Intermediate Endpoint Biomarkers	HHSN261201200013I	H
Rsrch	DHHS	NHLBI	93.077	607,930	AMPK as a Redox Sensor and Modulator	2R01HL089920	H
Rsrch	DHHS	FDA	93.103	400,125	Direct Discovery of HLA-Associated Influenza Epitopes	1U01FD004410	H
Rsrch	DHHS	MCHB	93.110	4,625	Secondary Data Analysis of PRAMS and Postpartum Depressi	1R40MC21521	H
Rsrch	DHHS	MCHB	93.110	291,070	Interventions to Promote Adolescent Immunizations	1R40MC21522	H
Rsrch	DHHS	NIEHS	93.113	51,509	Dermatological Effects of Gulf Oil	1R03ES020546	H
Rsrch	DHHS	NIDCR	93.121	93,507	Mechanism of ImmunoreceptorTyrosine-Based Activation	5R01DE019398	H
Rsrch	DHHS	NIDCR	93.121	179,167	The irvA Dependent Pathway: A Link Between Stress Adapt	1R01DE018893	H
Rsrch	DHHS	NIDCR	93.121	99,651	Developing Genetic Transformation System in Veillonellae	2R15DE019940	H
Rsrch	DHHS	NIDCR	93.121	109,436	Ser/Thr protein Kinase PknB as Target to Decrease Strept	1R03DE022601	H
Rsrch	DHHS	NIDCR	93.121	170,231	The LytTR Regulatory Systems of Streptococcus Mutans	1R01DE022083	H
Rsrch	DHHS	NIDCR	93.121	54,962	Pyruvate Oxidase Determines Ecological Fitness of Oral S	1R01DE021726	H
Rsrch	DHHS	NIDCR	93.121	7,474	A Novel Class of Signal Transduction System in Streptoco	1R21DE023850	H
Rsrch	DHHS	MCHB	93.127	104,314	Emergency Medical Services for Children (EMSC) State Par	2H33MC06689	H
Rsrch	DHHS	NCCAM	93.213	376,255	Role of SIRT1 in Vasoprotection	1R01AT006526	H
Rsrch	DHHS	AHRQ	93.226	28,909	Using Health Risk Appraisal to Prioritize Primary Care I	5K08HS016470	H
Rsrch	DHHS	AHRQ	93.226	135,599	Establishing the Coordinated Consortium of Networks (CoC	1P30HS021644	H
Rsrch	DHHS	AHRQ	93.226	221,358	Primary Care Extension in Oklahoma: An Evidence-Based Ap	1U18HS020972	H
Rsrch	DHHS	NIOSH	93.262	186,208	The Role of IL-6 Receptor in Irritant Dermatitis	5R01OH010241	H
Rsrch	DHHS	NIAAA	93.273	130,616	Oklahoma Family Health Plan: A Study Across Generations	2R01AA012207	H
Rsrch	DHHS	NIAAA	93.273	235,797	Neuroimaging in the Oklahoma Family Health Patterns Proj	1R01AA01969	H
Rsrch	DHHS	NIAAA	93.273	113,153	Preventing Fetal Alcohol Syndrome	1R01AA016234	H

DETAILED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency		Flow-Thru Entity	CFDA	Expenditures	Title	OU Agency ID	
Rsrch	DHHS	NIAAA		93.273	42,661	Collaborative Biosocial Research on HIV Risk and Prevent	1R21AA022596	H
Rsrch	DHHS	NCMHD		93.307	1,354,595	American Indians Diabetes Prevention Center: Impacting	2P20MD000528	H
Rsrch	DHHS	NIHOD		93.351	1,328,721	Baboon Research Resource Program	2P40OD010988	H
Rsrch	DHHS	NIHOD		93.351	843,053	OUHSC Specific Pathogen Free Baboon Research	1P40OD010431	H
Rsrch	DHHS	NCI		93.393	332,319	HMG-CoA (Hydroxy-3methyl Glutaryl-Coenzyme A) Reductase	2R01CA094962	H
Rsrch	DHHS	NCI		93.393	74,986	Enterococcus faecalis, Colorectal Cancer, and Bystander	R01CA127893	H
Rsrch	DHHS	NCI		93.393	62,353	Understanding the Role of Sgo1 in Colorectal Cancer	1R03CA162538	H
Rsrch	DHHS	NCI		93.393	195,905	Novel Methods to Reduce Children's Secondhand Smoke Expo	1R21CA164521	H
Rsrch	DHHS	NCI		93.393	358,233	Anti-Migration Therapy for Prevention and Treatment of B	7R01CA160271	H
Rsrch	DHHS	NCI		93.395	314,493	Systemic Non-Viral Gene Therapy for Cancer	7R01CA113450	H
Rsrch	DHHS	NCI		93.395	306,797	HuR Targeted Nanotherapy for Lung Cancer	1R01CA167516	H
Rsrch	DHHS	NCI		93.395	394,849	Bmi-1, a potential therapeutic target in ovarian cancer	7R01CA157481	H
Rsrch	DHHS	NCI		93.395	241,044	Molecular mechanism of antiangiogenic properties of gold	7R01CA136494	H
Rsrch	DHHS	NCI		93.395	246,284	Development of a gold nanoparticles based targeted deliv	7R01CA135011	H
Rsrch	DHHS	NCI		93.395	351,789	Lead Academic Participating Site for the Development and	1U10CA180798	H
Rsrch	DHHS	NCI		93.396	(9,537)	G Proteins and Their Receptors in Tumor Cell Metastasis	5R01CA116984	H
Rsrch	DHHS	NCI		93.396	147,342	Regulation of JNK (Jun N-Terminal Kinase)-Signaling Mole	7R01CA123233	H
Rsrch	DHHS	NCI		93.396	273,745	ETV1 and JMJD2 Demethylases in Prostate Cancer	1R01CA154745	H
Rsrch	DHHS	NCI		93.396	266,314	How KAI1/CD82 Suppresses Cancer Invasion and Metastasis	7R01CA096991	H
Rsrch	DHHS	NCI		93.396	45,050	ARRDC3-Integrin Beta4 Pathway as a Therapeutic Target of	7R01CA163657	H
Rsrch	DHHS	NHLBI		93.837	374,700	Autoimmune Determinants of Human Cardiac Myosin	5R01HL056267	H
Rsrch	DHHS	NHLBI		93.837	345,958	Reactive Nitrogen Species and Accelerated Atherosclerosi	2R01HL079584	H
Rsrch	DHHS	NHLBI		93.837	287,341	Oxidant Stress and Diabetic Endothelial Dysfunction	2R01HL074399	H
Rsrch	DHHS	NHLBI		93.837	444,020	AMP-Activated Protein Kinase in Diabetes	2R01HL080499	H
Rsrch	DHHS	NHLBI		93.837	185,697	Angiotensin-II, GTPCH1 and 26S Proteasomes	1R01HL096032	H
Rsrch	DHHS	NHLBI		93.837	335,246	Prevention of High Fat Diet-Induced Vascular Injury	1R01HL105157	H
Rsrch	DHHS	NHLBI		93.837	358,740	Molecular Mechanisms of Conduit Arterial Stiffening	1R01HL105302	H
Rsrch	DHHS	NHLBI		93.837	731,635	Regulation of Blood Pressure by Klotho	1R01HL102074	H
Rsrch	DHHS	NHLBI		93.837	380,292	Controlling VSMC Proliferation and Migration	1R01HL110488	H
Rsrch	DHHS	NHLBI		93.837	499,148	Rural Tow Walkability: Measuring the Effect of the Built	7R01HL103478	H
Rsrch	DHHS	NHLBI		93.837	659,318	CVD in American Indians Study and Data Management Center	1R01HL109284	H
Rsrch	DHHS	NHLBI		93.837	339,972	Cystathionine beta synthase (CBS) and angiogenesis	1R01HL120585	H
Rsrch	DHHS	NHLBI		93.837	424,693	Tribal Health and Resilience in Vulnerable Environments	1R01HL117729	H

DETAILED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency		Flow-Thru Entity	CFDA	Expenditures	Title	OU Agency ID	
Rsrch	DHHS	NHLBI		93.837	14,266	Anti-aging gene klotho, a novel therapeutic target for c	1R01HL118558	H
Rsrch	DHHS	NHLBI		93.838	175,415	Investigation into Cold-Induced Pulmonary Vascular Infla	1R01HL116863	H
Rsrch	DHHS	NHLBI		93.839	172,959	Oklahoma-University of Texas Southwestern Hemostasis Con	5U01HL072283	H
Rsrch	DHHS	NHLBI		93.839	387,659	Biologic Evaluation of Liposome-Encapsulated Hemoglobin	1R01HL104286	H
Rsrch	DHHS	NIAMS		93.846	285,246	Calcium Regulation in Osteoclasts	1R01AR064211	H
Rsrch	DHHS	NIDDK		93.847	338,731	The Role of Altered Permeability in Bladder Diseases	1P20DK097799	H
Rsrch	DHHS	NIDDK		93.847	334,482	Regulation of Calcium Signaling by the PKD2 Gene Product	5R01DK059599	H
Rsrch	DHHS	NIDDK		93.847	51,234	Polycystin2 Function in Zebrafish and Medaka	7R01DK078209	H
Rsrch	DHHS	NIDDK		93.847	298,639	Metabolic Signals Regulating GLUT4 Expression In Vivo	1R01DK081545	H
Rsrch	DHHS	NIDDK		93.847	269,486	Prenatal Conditions and the Pathway to Obesity/Diabetes	1R01DK089034	H
Rsrch	DHHS	NIDDK		93.847	336,814	Isolation and Characterization of Intestinal Stem Cells	5U01DK085508	H
Rsrch	DHHS	NIDDK		93.847	148,463	Genome-Wide Association Scan to Identify Risk Genes	5R01DK082766	H
Rsrch	DHHS	NIDDK		93.847	274,686	Molecular Mechanism of Kidney Aging	1R01DK093403	H
Rsrch	DHHS	NIDDK		93.847	86,239	Mechanistic studies on obesity-deteriorated glucose and	7R01DK097092	H
Rsrch	DHHS	NINDS		93.853	57,225	Properties & determinants of GAA repeat instability	2R01NS047596	H
Rsrch	DHHS	NINDS		93.853	65,427	Effects of Radiation on Brain Microvasculature and Cogni	2R01NS056218	H
Rsrch	DHHS	NINDS		93.853	371,356	EFECAB: Improving Pig Management to Prevent Epilepsy in	1R01NS064901	H
Rsrch	DHHS	NINDS		93.853	278,041	RNA-Induced Transcriptional Gene Silencing in Friedreich	1R01NS072418	H
Rsrch	DHHS	NINDS		93.853	108,772	Understanding the Inflammatory Processes of Neurocystice	1R21NS077466	H
Rsrch	DHHS	NINDS		93.853	9,684	Inflammatory mediators and mechanisms during central ner	1R21NS082639	H
Rsrch	DHHS	NIAID		93.855	5,501	Human & Mouse Antibodies Against Influenza Virus	5R01AI050933	H
Rsrch	DHHS	NIAID		93.855	620,665	Development of an Antimicrobial Peptide Therapeutic for	5U01AI075391	H
Rsrch	DHHS	NIAID		93.855	447,240	Pore Formation by Cholesterol Dependent Cytolysins	2R01AI037657	H
Rsrch	DHHS	NIAID		93.855	5,918	Haemophilus Influenzae Iron/Heme Regulon	2R01AI029611	H
Rsrch	DHHS	NIAID		93.855	408,928	The Neuroimmunology of Viral Infection	2R01AI053108	H
Rsrch	DHHS	NIAID		93.855	405,063	Outer Membrane Proteins of Borrelia burgdorferi	2R01AI059373	H
Rsrch	DHHS	NIAID		93.855	51,063	Control of Toxoplasma gondii Growth by the Host Cell Tra	2R01AI069986	H
Rsrch	DHHS	NIAID		93.855	116,742	Bacteriophage control of DNA repair in streptococcus pyo	2R15AI072718	H
Rsrch	DHHS	NIAID		93.855	205,742	Regulation of Humoral Immunity by Natural Killer T (NKT)	1R01AI078993	H
Rsrch	DHHS	NIAID		93.855	487,794	Discovery and Targeting of HIV-1 Associated Antigens	1R01AI090672	H
Rsrch	DHHS	NIAID		93.855	324,932	The Role of Non-Canonical Base-Pairs in RNA Editing	1R01AI088011	H
Rsrch	DHHS	NIAID		93.855	175,129	Regulation of the VDJ Recombinase During Genotoxic Stres	1R21AI094141	H
Rsrch	DHHS	NIAID		93.855	138,163	Role of CD4 T cell inhibitor receptors during Plasmodium	1K22AI099070	H

DETAILED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency		Flow-Thru Entity	CFDA	Expenditures	Title	OU Agency ID	
Rsrch	DHHS	NIAID		93.855	717,647	Discovery and Targeting of West Nile Virus Epitopes	1U01AI082057	H
Rsrch	DHHS	NIGMS		93.859	3,097,583	Oklahoma IDeA Network of Biomedical Research Excellence	2P20GM103447	H
Rsrch	DHHS	NIGMS		93.859	2,349,449	Mentoring Diabetes Research in Oklahoma (COBRE)	9P20GM104934	H
Rsrch	DHHS	NIGMS		93.859	2,147,144	Mentoring Translational Cancer Research in Oklahoma (CoB)	5P20GM103639	H
Rsrch	DHHS	NIGMS		93.859	3,176,492	Oklahoma Shared Clinical and Translational Resources	1U54GM104938	H
Rsrch	DHHS	NIGMS		93.859	164,916	Structure and Function of Hyaluronan Synthases	2R01GM035978	H
Rsrch	DHHS	NIGMS		93.859	285,982	Structure-Function of Bcl-2-Related Apoptosis Regulators	2R01GM062964	H
Rsrch	DHHS	NIGMS		93.859	323,139	Cytosolic Proline Hydroxylation and Glycosylation	2R01GM037539	H
Rsrch	DHHS	NIGMS		93.859	279,306	Structural and Functional Specificity of Rab GTPases	2R01GM074692	H
Rsrch	DHHS	NIGMS		93.859	21,292	Glycoregulation of Skp1 in the Cytoplasm and Nucleus	1R01GM084383	H
Rsrch	DHHS	NIGMS		93.859	274,178	RAMP-Altered Class B GPCR Hormone Recognition	1R01GM104251	H
Rsrch	DHHS	NIGMS		93.859	335,773	Function and Regulation of OATP1B1 and OATP1B3	7R01GM094268	H
Rsrch	DHHS	NICHHD		93.865	59,292	Prone Locomotion in Infants with or at Risk for Disability	1R21HD061678	H
Rsrch	DHHS	NICHHD		93.865	108,285	Improving Outcomes in DSD	1R21HD067718	H
Rsrch	DHHS	NICHHD		93.865	169,466	Short-Term Outcomes of Interventions for Reproductive Dy	1R01HD074579	H
Rsrch	DHHS	NICHHD		93.865	179,671	Luteal Progesterone Supplementation in Clomiphene Citrat	1U10HD077680	H
Rsrch	DHHS	NIA		93.866	46,931	Cognitive Decline and Protein Expression in Aging	5R01AG026607	H
Rsrch	DHHS	NIA		93.866	9,428	Vasoprotection by Caloric Restriction Mimetics in Aging	1K08AG031085	H
Rsrch	DHHS	NIA		93.866	521,098	Novel Approaches for Regulation of IGF-1 Levels Througho	1R01AG038747	H
Rsrch	DHHS	NEI		93.867	228,599	The Role of the WNT Signaling Pathway in Choroidal Neova	2R01EY018659	H
Rsrch	DHHS	NEI		93.867	200,592	Second Messengers in the Retina	2R01EY000871	H
Rsrch	DHHS	NEI		93.867	502,244	Lipid Metabolism in the Retina	5R01EY004149	H
Rsrch	DHHS	NEI		93.867	371,930	Mechanism of Photoreceptor Cell Degeneration in Animal	5R01EY010609	H
Rsrch	DHHS	NEI		93.867	178,478	Studies of RPE65 (Retinal Pigment Epithelium-Specific 65	2R01EY012231	H
Rsrch	DHHS	NEI		93.867	315,277	Regulation of Scleral Growth and Remodeling in Myopia	2R01EY009391	H
Rsrch	DHHS	NEI		93.867	124,415	Mechanisms of Inflammation and Vision Loss in Endophthal	5R01EY012985	H
Rsrch	DHHS	NEI		93.867	250,456	Light Activation of Retinal Insulin Receptor Signaling	2R01EY016507	H
Rsrch	DHHS	NEI		93.867	69,382	CAP37 and Ocular Inflammation	1R01EY015534	H
Rsrch	DHHS	NEI		93.867	287,976	Compacted DNA Nanoparticles for Ocular Therapy	2R01EY018656	H
Rsrch	DHHS	NEI		93.867	232,079	Retinal Degeneration Caused by Alterations in Protein Ty	2R01EY018137	H
Rsrch	DHHS	NEI		93.867	265,669	Role of Caveolin-1 in the Maintenance of Blood-Retinal B	5R01EY019494	H
Rsrch	DHHS	NEI		93.867	283,502	A New Pathogenic Mechanism for Diabetic Retinopathy	2R01EY019309	H
Rsrch	DHHS	NEI		93.867	357,030	Mechanism of Cone Degeneration Resulting from CNG	1R01EY019490	H

DETAILED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency		Flow-Thru Entity	CFDA	Expenditures	Title	OU Agency ID	
Rsrch	DHHS	NEI		93.867	(7,362)	Compacted DNA Nanoparticles for Ocular Therapy	1R01EY018656	H
Rsrch	DHHS	NEI		93.867	370,850	Study of the Retinal Pigment Epithelium (RPE) Barrier	1R01EY020900	H
Rsrch	DHHS	NEI		93.867	403,631	Corneal Lymphatics and Adaptive Immunity	1R01EY021238	H
Rsrch	DHHS	NEI		93.867	64,282	Role of PD-L1 in Ocular Toxoplasmosis	1R21EY021259	H
Rsrch	DHHS	NEI		93.867	358,472	Prolonged Inhibition of Pathologic Neovascularization by	1R01EY022111	H
Rsrch	DHHS	NEI		93.867	367,868	Sphingolipid Metabolism and Signaling in the Retina	1R01EY022071	H
Rsrch	DHHS	NEI		93.867	1,105,194	P30-Center Core Grant for Vision Research	1P30EY021725	H
Rsrch	DHHS	NEI		93.867	8,404	Retinal Degeneration Conference	1R13EY022574	H
Rsrch	DHHS	NEI		93.867	355,646	DNA Nanoparticle Formulations for Optimal Ocular Gene De	1R01EY022778	H
Rsrch	DHHS	NEI		93.867	188,904	New Models of Endogenous Bacterial Endophthalmitis	1R21EY022466	H
Rsrch	DHHS	NEI		93.867	242,127	Documentation of Novel Keratoconus Markers: In Vitro and	1R01EY023568	H
Rsrch	DHHS	NEI		93.867	246,862	Vascular Permeability and Ocular Infections	1R01EY024140	H
Rsrch	DHHS	NEI		93.867	25,588	Nanoparticle-mediated gene delivery for rhodopsin-associ	1R21EY024059	H
Rsrch	DHHS	FIC		93.989	42,583	Role of Mucin-Type O-Glycosylation in Trypanosoma cruzi	R03TW008725	H
Total Research and Development - DHHS Direct					47,753,960			
Department of Defense								
Rsrch	DOD	ARMY		12.420	272,182	Molecular Mechanism of Chronic Pain and its Modulation b	W81XWH1120077	D
Rsrch	DOD	ARMY		12.420	181,300	Tuft Cell Regulation of miRNAs in Pancreatic Cancer	W81XWH1210503	D
Total Research and Development - DOD Direct					453,482			
Department of Education								
Rsrch	DOE	EDUCATION		84.324	816,002	Evaluating a Model for Community-Based Intervention	R324A110353	E
Rsrch	DOE	EDUCATION		84.324	550,977	Project DATA: A Multisite Evaluation of a School-Based M	R324A120232	E
Total Research and Development - DOE Direct					1,366,979			
Total Research and Development Exp - Direct					50,285,383			
Research and Development Expenditures - ARRA Flow Through								
Department of Health and Human Services								
Rsrch	DHHS	SAICF		93.000	41,990	The Cancer Genome Atlas (TCGA)	HHSN261200800001E	Y
Rsrch	DHHS	OHIET		93.719	263,799	GAP Analysis	90HT0035	Y
Total Research and Development Exp - ARRA Flow Through					305,789			

DETAILED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency	Flow-Thru Entity	CFDA	Expenditures	Title	OU Agency ID	
Research and Development Expenditures - Flow Through							
Rsrch	DHHS	OHSU	93.000	395,924	Large Scale T Cell Epitope Discovery	HHSN272200900053C	T
Rsrch	DHHS	PULMOKINE	93.000	35,236	An inhaled dry powder formulation for the treatment mult	HHSN272201300015C	T
Rsrch	DHHS	OHIOSTATE	93.103	9,267	Ph 3 of Cyclosporine or Corticosteroids Adjunct to Plasm	1R01FD003932	T
Rsrch	DHHS	UCOLORADO	93.110	113,009	Maternal and Child Health Research Program	1R40MC23632	T
Rsrch	DHHS	UARKANSAMS	93.110	7,974	Heartland Genetics Project	5H46MC24089	T
Rsrch	DHHS	UWASHINGTO	93.155	4,029	Rural Training Track Technical Assistance Demonstration	1UA9RH193330100	T
Rsrch	DHHS	UWASHINGTO	93.155	59,501	Rural Health Research Center (RHRC12)	6U1CRH03712	T
Rsrch	DHHS	UALABAMABI	93.226	5,595	Deep South Arthritis and Musculoskeletal CERT's	1U19HS021110	T
Rsrch	DHHS	UCSD	93.242	24,897	Interagency Collaborative Teams to Scale-Up Evidence Bas	1R01MH092950	T
Rsrch	DHHS	UCSD	93.242	22,904	EBP Sustainment in a Statewide Service System	2R01MH072961	T
Rsrch	DHHS	UPITTSBURG	93.242	20,659	8590A Statewide RCT of Two Implementation Models	1R01MH095750	T
Rsrch	DHHS	LAURBRAIN	93.242	84,284	Inflammatory Transcripts, Genes and Positive Valence Sys	1R01MH098099	T
Rsrch	DHHS	KIOWATRIBE	93.243	(43)	Suicide Prevention Project	5U79SM059178	T
Rsrch	DHHS	UALABAMABI	93.262	31,028	A Novel Desorption Technique for Improved Sensitivity in	1R21OH010373	T
Rsrch	DHHS	OICA	93.297	80,668	OKPOWER	90AP2665	T
Rsrch	DHHS	UNIVMIAMI	93.351	220,076	MHC-Bound, SIV-Derived, CTL and HTL Epitopes	8R24OD011086	T
Rsrch	DHHS	UNVWISCMAD	93.389	127,103	Immunogenetics of Macaques Used in Biodefense and AIDS R	2R24RR021745	T
Rsrch	DHHS	OUNORMAN	93.389	18,079	Structural studies of a TIR-domain protein from Enteroco	5P20GM103640	T
Rsrch	DHHS	USFLORIDA	93.389	16,703	Type I Diabetes TrailNet (Trial Net)	1U01DK61055	T
Rsrch	DHHS	UNIVKANMED	93.393	224,962	Culturally-Tailored Smoking Cessation for Amer Indians	5R01CA141618	T
Rsrch	DHHS	UCSD	93.393	63,222	Nonsmokers and Tobacco Control Norms: Population Survey	1U01CA154280	T
Rsrch	DHHS	UCSF	93.393	33,861	Countering Young Adult Tobacco Marketing in Mars	5U01CA154240	T
Rsrch	DHHS	ACRADIOLOG	93.394	21,988	GOG 262/ACRIN 6695: A Randomized Phase III Trial of Ever	ACRIN6695	T
Rsrch	DHHS	ACRADIOLOG	93.394	22,280	ACRIN 6682: Phase II Trial of 64CU-ATSM PET/CT in Cervic	ACRIN6682	T
Rsrch	DHHS	ACRADIOLOG	93.394	2,936	A Multicenter Trial of FDG-PET/CT Staging of	ACRIN6685	T
Rsrch	DHHS	GOG	93.395	708,119	NIH Subcent Participation in Gynecologic Oncology Protoc	27469083	T
Rsrch	DHHS	CAISSONBIO	93.395	962	HEPylated G-CSF:Drug with Safer, Enhanced Delivery for N	1R43CA159494	T
Rsrch	DHHS	DORMATARG	93.395	17,059	Identifying the Drug Target in Dormant Cancer Cells	1RCA16810501	T
Rsrch	DHHS	COAREBIO	93.395	68,189	Development of Monoclonal Antibodies to Treat Pancreatic	1R43CA174025	T
Rsrch	DHHS	OPTIMUM	93.395	12,012	Synergistic chemo-siRNA combination therapy - U Oklahoma	R01CA158300	T
Rsrch	DHHS	BRIGHAMWH	93.395	145,242	Alliance for Clinical Trials in Oncology (Alliance)	OK003	T
Rsrch	DHHS	RTOG	93.395	58,424	Radiation Therapy Oncology Group	U10CA021661	T

DETAILED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency	Flow-Thru Entity	CFDA	Expenditures	Title	OU Agency ID	
Rsrch	DHHS	CHILDHPHIL	93.395	103,147	Children's Oncology Group Chair's Grant	U10CA098543	T
Rsrch	DHHS	ONOCOLYTI	93.395	1,599	A 2-Arm Randomized Phase II Study of Carboplatin, Paclit	NCI8601	T
Rsrch	DHHS	SWOG	93.395	66,234	Southwest Oncology Group Agreement	CA32102	T
Rsrch	DHHS	NRGONCFND	93.395	29,769	NRG Oncology		T
Rsrch	DHHS	ACRADIOLOG	93.395	1,252	A Prospective, Multi-center Comparison of Mu	ACRIN6690	T
Rsrch	DHHS	UNEBLINC	93.396	11,342	Hyaluronan Signaling and Turnover in Prostate Cancer	1R01CA165574	T
Rsrch	DHHS	UWASHINGTO	93.397	19,627	Regional Native American Community Network Program: Trai	5U54CA153498	T
Rsrch	DHHS	UWASHINGTO	93.399	10,504	CINCO Training Core	5P50CA148110	T
Rsrch	DHHS	OSDH	93.505	650,541	Evidence-Based Child Maltreatment Prevention and Family	3409016581	T
Rsrch	DHHS	OSDH	93.505	205,403	Oklahoma Competitive MIECHV Evidence-Based Home Visitati	3409016352	T
Rsrch	DHHS	OSDH	93.505	458,891	Independent Evaluation of Ok Competitive MIECHV	3409016352	T
Rsrch	DHHS	JHU	93.505	20,088	Home Visiting Research Network	UD5SMC24070	T
Rsrch	DHHS	NORTHCARE	93.605	114,227	Family Connections Grant: Child Welfare/TANF Collaborati	90CF004701	T
Rsrch	DHHS	MAYOCLINIC	93.610	624,737	AWARE: Patient-centric electronic environment for improv	1C1CMS330964	T
Rsrch	DHHS	SSOK	93.652	74,759	From Vulnerable to Resilient: Program Evaluation	90CO1092001	T
Rsrch	DHHS	CHILDHPHIL	93.837	65,449	Genetic Engineering of Apolipoproteins	2P01HL022633	T
Rsrch	DHHS	UWASHINGTO	93.837	140,544	Cerebrovascular Disease in American Indians: Prevalence,	5R01HL093086	T
Rsrch	DHHS	WASHINGTON	93.837	51,681	Hypoplastic Left Heart Syndrome: Expression RHD in the	7R01HL098634	T
Rsrch	DHHS	VANDERBILT	93.837	19,782	Longitudinal Changes in Pericardial Adiposity and Subcli	7R01HL098445	T
Rsrch	DHHS	UCSD	93.837	25,970	Privacy-Preserving Shared Access to Computing on Sensiti	3U54HL108460	T
Rsrch	DHHS	MEDUNIOHIO	93.837	(1,081)	Cardiovascular Outcomes in Renal Atherosclerotic Lesions	U01HL071556	T
Rsrch	DHHS	NERI	93.837	206	Treatment of Preserved Cardiac Function Heart Failure wi	N01HC45207	T
Rsrch	DHHS	NMDP	93.837	19,277	RDSafe: A Multicenter Study of Hematopoietic Stem Cell	06DON	T
Rsrch	DHHS	RENSELAER	93.839	87,494	Synthetic Heparan Sulfate: Probing Biosynthesis to Prepa	2R01HL062244	T
Rsrch	DHHS	OMRF	93.839	8,717	Cellular Regulation of Selectin-Ligand Interactions	5R01HL034363	T
Rsrch	DHHS	NERI	93.839	(937)	RING Study-Thru NERI	U01HL072268	T
Rsrch	DHHS	NMDP	93.839	7,240	A Phase II/III Randomized, Multicenter Trial Comparing S	BMTCTN0801	T
Rsrch	DHHS	NMDP	93.839	14,718	A Trial of Single Autologous Transplant With or Without	BMTCTN0702	T
Rsrch	DHHS	NERI	93.839	205	Red Cell Storage Duration Study (RECESS)	15718	T
Rsrch	DHHS	OMRF	93.846	299,415	Oklahoma Sjogren's Syndrome Center of Research Translati	1P50AR060804	T
Rsrch	DHHS	UMICHIGAN	93.846	322	A Clinical Trial for the Surgical Treatment of Elderly D	R01AR062066	T
Rsrch	DHHS	GEORGEWASH	93.847	592,068	Studies to Treat or Prevent Pediatric Type 2 Diabetes	5U01DK061230	T
Rsrch	DHHS	COLUMBIAUN	93.847	33,033	Quiescent Dcl1 + Stem Cells in the Mouse Intestine	1R56DK097016	T

DETAILED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency	Flow-Thru Entity	CFDA	Expenditures	Title	OU Agency ID	
Rsrch	DHHS	SUNY	93.847	4,106	Randomized Intervention for Children with VesicoUreteral	2U01DK074063	T
Rsrch	DHHS	GEORGEWASH	93.847	1,151	TODAY Genetics Study	2U01DK061230	T
Rsrch	DHHS	CHILDMERCH	93.847	17,655	Chronic Kidney Disease in Children (CKiD III)	2U01DK066143	T
Rsrch	DHHS	OHSU	93.853	58,061	Role of Extracellular Matrix in Hypoxic-Ischemic Perinat	2R01NS054044	T
Rsrch	DHHS	COLUMBIAUN	93.853	1,349	Warfarin Versus Aspirin in Reduced Cardiac Ejection Frac	7U01NS043975	T
Rsrch	DHHS	CINCINCHMC	93.853	141	Childhood and Adolescent Migraine Prevention Study	5U01NS076788	T
Rsrch	DHHS	OMRF	93.855	271,747	Role of B. (Bacillus) anthracis Toxins in Human Inhalati	5U19AI062629	T
Rsrch	DHHS	TEXTECHHSC	93.855	9,877	Experimental Molecular Vaccines for Schistosomiasis	1R01AI071223	T
Rsrch	DHHS	OMRF	93.855	62,077	Toxin Core	5U19AI062629	T
Rsrch	DHHS	OMRF	93.855	251,301	Edema Toxin Suppression of Immune Responses	5U19AI062629	T
Rsrch	DHHS	DUKECLINIC	93.855	106,117	Development of Cationic Peptide Adjuvants and Formulatio	5U01AI082107	T
Rsrch	DHHS	WASHINGTON	93.855	160,745	The Neonatal Microbiome and Necrotizing Enterocolitis	5UH3AI083265	T
Rsrch	DHHS	RESTRIINST	93.855	108,536	Inhaled Caprazamycin for Tuberculosis Therapy	1R01AI091882	T
Rsrch	DHHS	INDIANAU	93.855	59	Progression of Autoimmunity During Puberty in SLE	7R56AI085258	T
Rsrch	DHHS	MASSGEN	93.855	15,356	Prospective Cohort Study of Sever Bronchiolitis of Recur	5U01AI087881	T
Rsrch	DHHS	OMRF	93.855	94,033	Molecular and Immunologic Analysis of the Pathobiology o	5U19AI062629	T
Rsrch	DHHS	UBUFFALO	93.855	20,201	Control of Toxoplasma gondii Growth by the Host Cell Tra	5R01AI069986	T
Rsrch	DHHS	UCLOSANGEL	93.855	4,481	Identifying NKT Cell Lipids of Chlamydia Trachomatis and	1R21AI112293	T
Rsrch	DHHS	OMRF	93.859	16,491	Interdisciplinary Research in Vascular Biology	8P20GM103441	T
Rsrch	DHHS	OUNORMAN	93.859	460,822	Oklahoma COBRE in Structural Biology	1P20GM103640	T
Rsrch	DHHS	OUNORMAN	93.859	19,997	Identification of a RALDH2 specific inhibitor	5P20GM103640	T
Rsrch	DHHS	OMRF	93.859	74,000	Expanding Excellence in Developmental Biology in Oklahom	1P20GM103636	T
Rsrch	DHHS	OSU	93.859	271,920	Control of Lung Inflammation by Surfactant Protein-A-TLR	1P20GM103648	T
Rsrch	DHHS	OSU	93.859	123,131	Oklahoma Center for Respiratory and Infectious Diseases	1P20GM103648	T
Rsrch	DHHS	OMRF	93.859	18,543	o2C-AR autoantibodies in Raynaud's Syndrome	8P30GM103510	T
Rsrch	DHHS	OMRF	93.859	7,141	Understanding the Role of Alternative Splicing in the TN	8P20GM103456	T
Rsrch	DHHS	LOMALINDAU	93.865	41,820	Mechanisms of Acclimatization: Fetus and Adult	P01HD03131226	T
Rsrch	DHHS	LOMALINDAU	93.865	49,430	Leptin and Hypothalomo-Pituitary-Adrenal Function in the	1R01HD051951	T
Rsrch	DHHS	YALEUNIV	93.865	50,278	Assessment of Multiple Intrauterine Gestations from Ovar	5U10HD055925	T
Rsrch	DHHS	UARKANSAMS	93.866	10,949	Arkansas Older Americans Independence Center at UAMS-RCD	1P30AG028718	T
Rsrch	DHHS	UCOLORADO	93.866	19,562	Native Elder Research Center	5P30AG015292	T
Rsrch	DHHS	UARKANSAMS	93.866	11,433	Arkansas Claude Pepper Older Americans Independence Cent	5P30AG028718	T
Rsrch	DHHS	CHILDHPHIL	93.867	204,454	Telemedicine Approaches to Evaluating Acute	U10EY017014	T

DETAILED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency	Flow-Thru Entity	CFDA	Expenditures	Title	OU Agency ID	
Rsrch	DHHS	SCHEPENSER	93.867	167,355	Transplantation of a self-assembled corneal substitute	R01EY020886	T
Rsrch	DHHS	CHILDHPHIL	93.867	83,355	Telemedicine Approaches to Evaluating Acute-Phase Retino	U10EY017014	T
Rsrch	DHHS	JAEBCENTER	93.867	17,532	A Randomized Trial of Levodopa as Treatment for Residual	ATS17	T
Rsrch	DHHS	CHILDHPHIL	93.867	4,866	Postnatal Growth and Retinopathy of Prematurity (G-ROP)	1R01EY021137	T
Rsrch	DHHS	CHEROKEEOK	93.933	17,391	Oklahoma Native American Research Centers for Health (NA	U26IHS0049	T
Rsrch	DHHS	CHEROKEEOK	93.933	53,692	Preventing Excessive Gestational Weight Gain in American	U26IHS300412	T
Rsrch	DHHS	ODMH	93.959	198,940	Substance Abuse Prevention Block Grant Evaluation		T
Total Research and Development Exp - DHHS Flow Through				9,522,467			
Department of Defense							
Rsrch	DOD	JHU	12.420	164,775	Major Extremity Trauma Research Consortium	W81XWH1020090	T
Rsrch	DOD	PRECISTHER	12.420	(5,377)	Prediction of Response to Neoadjuvant Chemotherapy in Wo	PT304	T
Total Research and Development Exp - DOD Flow Through				159,398			
National Science Foundation							
Rsrch	NSF	UCFLORIDA	47.041	45,384	NIRT: Engineered Therapeutic Nanoparticles as Catalytic	CBET0708172	T
Rsrch	NSF	OUNORMAN	47.041	7,332	CAREER: Large Scale Computational Neuroimaging of Brain	ECCS0955260	T
Rsrch	NSF	OUNORMAN	47.070	42,532	Robot Assistants to Promote Crawling and Walking in Chil	IIS1208639	T
Rsrch	NSF	OSU	47.081	(1,284)	EPSCoR Research Infrastructure Improvement Plan "Buildin	EPS0814361	T
Total Research and Development Exp - NSF Flow Through				93,964			
Other							
Rsrch	DOJ	JHU	16.540	24,299	Juvenile Registration and Notification Policy Effects: A	2011MUFX4004	T
Rsrch	DOE	UKY	84.324	24,436	Relationship of Student Outcomes to School-Based Physica	R324A110204	T
Rsrch	USHOMELND	UMARYLAND	97.061	192,162	Mental Models of Intelligence Collectors and Analysts fo	2012ST061CS0001	T
Total Research and Development Exp - Other Flow Through				240,897			
Total Research and Development Exp - Flow Through				10,322,515			
Total Research and Development Expenditures				60,607,898			
Training Expenditures - Direct ARRA							
Department of Health and Human Services							
Trng	DHHS	BHP	93.403	132,596	Pediatric Primary Care Residency Training in Behavioral	1D5FHP20669	Y

DETAILED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency	Flow-Thru Entity	CFDA	Expenditures	Title	OU Agency ID	
Training Expenditures - Direct							
Department of Health and Human Services							
Trng	DHHS	NCCAN	93.000	219,998	Project Making Medicine: Training in the Treatment of C	HHSP23320092926YC	H
Trng	DHHS	OPHPR	93.069	353,691	Southwest Center Preparedness and Emergency Response	1U90TP000420	H
Trng	DHHS	MCHB	93.110	117,665	Oklahoma Maternal Child Health Leadership Education in D	2T77MC09799	H
Trng	DHHS	MCHB	93.110	564,204	Oklahoma LEND Leadership Education in Neurodevelopmental	5T73MC00033	H
Trng	DHHS	SAMHSA	93.243	548,287	NCTSI Treatment and Services Adaptation Centers TSA	1U79SM061278	H
Trng	DHHS	BHP	93.247	394,194	Advanced Nursing Education Grants	1D09HP25024	H
Trng	DHHS	BHP	93.247	94,500	Distance Accessible DNP (Doctor of Nursing Practice	1D09HP18986	H
Trng	DHHS	BHP	93.250	60,176	Geriatric Academic Career Award	1K01HP20519	H
Trng	DHHS	NIOSH	93.262	70,065	Industrial Hygiene Training	2T01OH008614	H
Trng	DHHS	BHP	93.358	341,274	Advanced Education Nursing Traineeship Program	1A10HP25113	H
Trng	DHHS	BHP	93.513	198,000	Critical Shortage of Oklahoma NPs	1T57HP20588	H
Trng	DHHS	BHP	93.514	76,888	Expansion of Physician Assistant Training Program	1T88HP20943	H
Trng	DHHS	BHP	93.516	353,553	The Southwest Public Health Training Center	1UB6HP20183	H
Trng	DHHS	ADD	93.632	505,568	University Center of Excellence (CORE)	90DD0685	H
Trng	DHHS	NIDDK	93.847	3,514	Central Mechanisms of Stress-Induced Visceral Hypersensi	1F31DK089871	H
Trng	DHHS	NIAID	93.855	177,694	Molecular Basis of Immunity - Kirschstein - NRSA	2T32AI007633	H
Trng	DHHS	NICHHD	93.865	48,977	Teacher-Child Interaction Training: A Classroom-Based Pr	1F32HD075535	H
Trng	DHHS	NIA	93.866	1,202	Summer Training Course in Aging Research	7R13AG012917	H
Trng	DHHS	BHP	93.884	119,756	An Innovative Longitudinal Clinical Experience for Physi	1D57HP23249	H
Trng	DHHS	BHP	93.884	92,530	Faculty Development in Primary Care	1D55HP23210	H
Trng	DHHS	BHP	93.969	404,287	Oklahoma Geriatric Education Center	6UB4HP19197	H
Total Training - DHHS Direct				4,746,023			
Department of Education							
Trng	DOE	EDUCATION	84.325	87,383	Web-Based Preparation of Occupational and Physical Thera	H325K080335	E
Trng	DOE	EDUCATION	84.325	85,615	Web-based Preparation of Occupational and Physical Thera	H325K120310	E
Trng	DOE	EDUCATION	84.325	295	Prep PT/OT Early Intervention	H325K070332	E
Total Training - DOE Direct				173,293			
Department of Justice							
Trng	DOJ	OJP	16.543	140,348	Expertise in Evidence-Based Practice for Sexual Behavior	2010WPBXK062	J
Trng	DOJ	OJP	16.543	136,763	Process and Implementation Evaluation of Community-Based	2013MUMUK102	J
Total Training - DOJ Direct				277,111			

DETAILED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency	Flow-Thru Entity	CFDA	Expenditures	Title	OU Agency ID	
Department of Defense							
Trng	DOD	ARMY	12.420	<u>61,869</u>	Smad3 and Smad4: Novel Inhibitors of ETV1-dependant Pros	W81XWH1310083	D
Total Training Expenditures - Direct				5,390,892			
Training Expenditures - Flow Through							
Department of Health and Human Services							
Trng	DHHS	HAM-TMC	93.000	1,776	Operation School Nurse: Health Information Outreach to S	HHSN276201100007C	T
Trng	DHHS	STLOUISUNI	93.073	(16,001)	Midwest Regional Fetal Alcohol Syndrome Training Center	1U84DD000884	T
Trng	DHHS	UNIVMISSOU	93.073	22,677	Midwest Regional Fetal Alcohol Training Center	5U84DD000884	T
Trng	DHHS	ARKCHRINST	93.110	34,180	Heartland Genetics and Newborn Screening Collaborative	1H46MC24089	T
Trng	DHHS	UWASHINGTO	93.242	21,600	Addressing food insecurity and associated HIV risk in tw	R25MH084565	T
Trng	DHHS	KRISTIHOUS	93.243	25,273	Evidence Based Treatment for Children with Sexual Behavi	5U79SM061116	T
Trng	DHHS	UCOLORADO	93.600	41,723	Buffering Toxic Stress	90YR0058	T
Trng	DHHS	ODHS	93.643	13,562	Finding Words Oklahoma/Child First	0900592	T
Trng	DHHS	ODHS	93.778	14,204	Blue Ribbon Project	14023699	T
Trng	DHHS	EASTCENTRU	93.859	(5)	Summer Student Support for Maria La Rosa Aranda	5R25GM05493811	T
Trng	DHHS	CHEROKEEOK	93.933	43,064	Oklahoma NARCH Student Development Program (NARCH VI)	110216	T
Trng	DHHS	ODMH	93.959	<u>106,200</u>	Chemical Dependency Workforce Development Grant		T
Total Training - DHHS Flow Through				308,253			
Training Expenditures - Flow Through							
Department of Agriculture							
Trng	DOA	ODHS	10.561	<u>793,932</u>	Oklahoma Nutrition Information and Education (ONIE) Soci	12003667	T
Total Training Exp - Flow Through				1,102,185			
Total Training Expenditures				6,493,077			
Other Expenditures - Direct							
Department of Health and Human Services							
Other	DHHS	HIVAIDSBUR	93.153	508,724	Ryan White Part D WICY Program	5H12HA24834	H
Other	DHHS	NCBDDD	93.184	54,405	Active Surveillance for Venous Thromboembolism in a raci	2U50DD000899	H
Other	DHHS	AHRQ	93.226	3,140	IMPACT Multi-State Conference	1R13HS021932	H
Other	DHHS	SAMHSA	93.243	73,068	National Child Traumatic Stress Initiative - Category II	5U79SM057278	H
Other	DHHS	HRSA	93.253	187,392	Oklahoma Poison Control Center Support and Enhancement	1H4BHS15502	H
Other	DHHS	NCBDDD	93.283	245,986	Active Surveillance for Venous Thromboembolism in a Raci	1U50DD000899	H

DETAILED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency		Flow-Thru Entity	CFDA	Expenditures	Title	OU Agency ID	
Other	DHHS	HSB		93.887	126,100	University of Oklahoma Wayman Tisdale Specialty Health C	1C76HF19466	H
Other	DHHS	HIVAIDSBUR		93.918	795,690	Ryan White Part C Early Intervention Services (EIS) Prog	2H76HA00185	H
				Total Other - DHHS Direct	1,994,505			
Other Expenditures - ARRA Flow Through								
Department of Health and Human Services								
Other	DHHS		RUTGERS	93.715	20,709	Accelerating Utilization of CE Findings in Medicaid Ment	1R18HS019937	Y
Other Expenditures - Flow Through								
Department of Health and Human Services								
Other	DHHS		HAM-TMC	93.000	13,170	Building a Community of Learners, Educators, and Advocat	HHSN276201100007C	T
Other	DHHS		HAM-TMC	93.000	3,220	Health Information Outreach in Oklahoma: Collaboration i	HHSN276201100007C	T
Other	DHHS		OKHOSPITAL	93.000	38,114	Hospital Engagement Network	HHSM50020120017C	T
Other	DHHS		HAM-TMC	93.000	9,875	Reaching out to Patients and the Public: Health Informat	HHSN276201100007C	T
Other	DHHS		AGING	93.043	61,313	Areawide Aging Agency Nutrition and Supportive Services		T
Other	DHHS		UTEXASHSC	93.110	23,295	Comprehensive Hemophilia and Diagnostic Treatment	1H30MC24051	T
Other	DHHS		PARKLANDHL	93.145	170,764	Texas/Oklahoma AIDS Education and Training Center	OTHER5939	T
Other	DHHS		UTEXASHSC	93.184	22,882	Prevention of the Complications of Bleeding Disorder Thr	1U27DD000862	T
Other	DHHS		UNIVKANMED	93.211	86,723	Heartland Telehealth Resource Center	1G22RH20214	T
Other	DHHS		ODMH	93.243	45,321	Be-Me Training and Support	1U79SM061127	T
Other	DHHS		DNORTONLCC	93.243	7,981	Evidence-Based Trtmnt Interv for Child & Adolesc w/ Sexu	U79SM059480	T
Other	DHHS		UNIVMISSOU	93.243	214,551	The Terrorism and Disaster Center	1U79SM061264	T
Other	DHHS		AMCHP	93.292	481	Act Early State Systems		T
Other	DHHS		GOG	93.395	26,035	GOG-Co - Cancer Prevention and Control Committee	2U10CA101165	T
Other	DHHS		GOG	93.395	16,558	Co-Chair of the Protocol Committee	U10CA27469	T
Other	DHHS		ODDC	93.630	91,512	Oklahoma Early Access Autism Project	14020039	T
Other	DHHS		ODDC	93.630	26,548	Oklahoma Sibshop Implementation Initiative	14014263	T
Other	DHHS		ODHS	93.643	41,459	Oklahoma Advisory Board Task Force on Child Abuse and Ne	14000708	T
Other	DHHS		ODHS	93.643	14,238	Oklahoma Conference on Child Abuse and Neglect - 21st	14000709	T
Other	DHHS		ODHS	93.643	125,845	Group Treatment for Children with Sexual Behavior Proble	14015604	T
Other	DHHS		ODHS	93.652	137,796	TASCC - Oklahoma Trauma Assessment & Service Center Coll		T
Other	DHHS		ODHS	93.658	1,827,650	Oklahoma Child Welfare Comprehensive Training Program	14000702	T
Other	DHHS		ODHS	93.778	268,778	Oklahoma Autism Network	12000424	T
Other	DHHS		ODHS	93.778	12,295	Technical Assistance and Consultation in Autism Spectrum	13008507	T
Other	DHHS		ODHS	93.778	63,853	Sooner SUCCESS Statewide Information and Referral	14012313	T

DETAILED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency	Flow-Thru Entity	CFDA	Expenditures	Title	OU Agency ID	
Other	DHHS	ODHS	93.778	235,394	EFFORT - Occupational therapy, physical therapy, speech-	12000438	T
Other	DHHS	OHCA	93.778	3,573,970	Drug Utilization Review Board (DUR) Board (Oklahoma Heal	8079001653	T
Other	DHHS	OFMQ	93.779	152,843	Reducing Adverse Drug Events (10th Scope of Work)		T
Other	DHHS	OSDH	93.889	1,499	Hospital Preparedness Program for Hospital Healthcare Or	3409017259	T
Other	DHHS	OSDH	93.889	58,542	Medical Reserve Corps Education Coordinator		T
Other	DHHS	OSDH	93.917	937,167	Ryan White CARE Act Part B	3409016506	T
Other	DHHS	OSDH	93.917	81,844	HIV Drug Assistance Program (HDAP) to Promote Adherence	3409016537	T
Other	DHHS	OSDH	93.940	51,361	CDC Prevention and Care	3409016324	T
Other	DHHS	OSDH	93.994	86,822	Pediatric Metabolic Genetic Services, Case Management	3409016887	T
Other	DHHS	ODHS	93.994	26,625	Family Partners	14010299	T
Other	DHHS	OSDH	93.994	66,079	Acute Poisoning Management and Educational Activities fo	3409015843	T
Other	DHHS	OSDH	93.994	354,409	Oklahoma Infant Transition Program	12000472	T
Other	DHHS	OSDH	93.994	124,623	Sickle Cell State Program	11000563	T
Other	DHHS	ODHS	93.994	427,688	Sooner SUCCESS	13000583	T
Total Other - DHHS Flow Through				9,529,123			
Department of Education							
Other	DOE	OSDED	84.027	14,191	Project PEAK		T
Other	DOE	OSDED	84.027	6,131	Oklahoma State Teacher Registry		T
Other	DOE	OSDED	84.027	8,022	Assistive Technology Program for Oklahoma Public Schools		T
Other	DOE	OSDED	84.173	22,904	Early Foundations: Autism Model and Outreach Project		T
Other	DOE	OSDED	84.181	1,926	Oklahoma Autism Network-Training	2010165	T
Total Other - DOE Flow Through				53,174			
Other							
Other	DOJ	SODAC	16.575	31,831	TF-CBT Group Treatment Program	2013VOCAOUHSC080	T
Total Other Expenditures - Flow Through				9,634,837			
Total Other Expenditures				11,629,342			
Student Financial Assistance Program - Direct							
Department of Education							
FinAid	DOE		84.268	64,538,820	Federal Direct Student Loans		

DETAILED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

<u>Program</u>	<u>Federal Agency</u>	<u>Flow-Thru Entity</u>	<u>CFDA</u>	<u>Expenditures</u>	<u>Title</u>	<u>OU Agency ID</u>
Student Financial Assistance Program - Direct						
Department of Health and Human Services						
FinAid	DHHS		93.342	282,000	Health Professions Student Loan (HPSL) - Pharmacy	2-7-46-0330-05-1
FinAid	DHHS		93.342	345,332	Health Professions Student Loan (HPSL) - Dentistry	2-7-46-0330-05-1
FinAid	DHHS		93.342	554,076	Health Professions Student Loan - Medicine	
FinAid	DHHS		93.342	<u>360,597</u>	Health Professions Undergraduate Nursing Student Loan	
Total DHHS Student Financial Assistance				<u>1,542,005</u>		
Total Student Financial Assistance				<u>66,080,825</u>		
Total Federal Expenditures				<u>144,811,142</u>		

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

1. The purpose of the Schedule of Expenditures of Federal Awards (the "Schedule") is to present a summary of the activities of the University of Oklahoma Health Sciences Center (the "Center") which have been financed by the U.S. Government for the year ended June 30, 2014.

For purposes of the Schedule, federal awards have been classified into two types:

- Direct federal awards consisting of federal assistance and federal student financial aid, and
- Pass-through funds received from non-federal organizations made under federally sponsored programs conducted by those organizations.

Because the schedule presents only a selected portion of the activities of the Center, it is not intended to and does not present the financial position, changes in fund balances or the revenues, expenditures and other changes of the Center.

Complete Catalog of Federal Domestic Assistance ("CFDA") numbers are presented for those programs for which such numbers were available. CFDA prefixes and other identifying numbers are presented for programs for which a complete CFDA is not available.

The Center passes through certain Funds to subgrantee organizations. Expenditures incurred by the subgrantees and reimbursed by the Center are included in the Schedule.

The Center is also the subrecipient of Federal funds that are reported as expenditures and included in the Schedule. The Detailed Schedule of Federal Award Expenditures denotes funding sources for pass-through funds. Federal awards other than those indicated as pass-through are denoted as Federal direct funds.

2. For purposes of the Schedule, expenditures for Federal award programs are recognized on a cash basis of accounting. Expenditures are recognized when paid.
3. Federal awards provided through the Center to subrecipients are treated as expenditures when paid to the subrecipient. Of the Federal expenditures presented in the Schedule, the Center provided Federal awards to subrecipients as follows:

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

<u>Program</u>	<u>Federal Agency</u>	<u>Federal Sub Agency</u>	<u>Subrecipient</u>	<u>CFDA</u>	<u>Expenditure</u>	
Research and Development -ARRA						
Department of Health and Human Services						
Rsrch	DHHS	NHLBI	TULANE UNIVERSITY	93.701	\$ 11,715	Y
Rsrch	DHHS	AHRQ	BD OF REGENTS OF THE UNIV WISCONSIN SYS	93.710	182,650	Y
Rsrch	DHHS	AHRQ	LA NET COMMUNITY HEALTH RESOURCE NETWORK	93.710	68,247	Y
Rsrch	DHHS	AHRQ	UNIVERSITY OF MINNESOTA	93.710	124,359	Y
Rsrch	DHHS	AHRQ	WESTAT INC	93.710	241,856	Y
Rsrch	DHHS	OHIET	OKLAHOMA STATE UNIVERSITY	93.719	26,165	Y
Total Department of Health and Human Services - ARRA					654,992	
Research and Development						
Department of Health and Human Services						
Rsrch	DHHS	NCI	INTEGRATED LABORATORY SYSTEMS INC	93.000	211,917	H
Rsrch	DHHS	NCI	OHIO STATE UNIVERSITY	93.000	154,800	H
Rsrch	DHHS	NCI	UNIVERSITY OF WASHINGTON	93.000	526,998	H
Rsrch	DHHS	MCHB	MAYO CLINIC	93.110	43,278	H
Rsrch	DHHS	MCHB	MEDICAL UNIVERSITY OF SOUTH CAROLINA	93.110	119,194	H
Rsrch	DHHS	MCHB	UNIV OF NORTH CAROLINA AT CHARLOTTE	93.110	53,963	H
Rsrch	DHHS	NIDCR	OKLAHOMA MEDICAL RESEARCH FOUNDATION	93.121	3,107	H
Rsrch	DHHS	NIDCR	UNIVERSITY OF NEBRASKA	93.121	1,425	H
Rsrch	DHHS	AHRQ	LA NET COMMUNITY HEALTH RESOURCE NETWORK	93.226	10,833	H
Rsrch	DHHS	AHRQ	RESEARCH FDTN OF STATE UNIV OF NEW YORK	93.226	9,988	H
Rsrch	DHHS	AHRQ	WESTAT INC	93.226	70,346	H
Rsrch	DHHS	NIOSH	CASE WESTERN RESERVE UNIVERSITY	93.262	3,572	H
Rsrch	DHHS	NIAAA	UNIVERSITY OF TEXAS HEALTH SCIENCE CTR	93.273	178,145	H
Rsrch	DHHS	NCMHD	CHICKASAW NATION DIVISION OF HEALTH	93.307	52,578	H
Rsrch	DHHS	NCMHD	CHOCTAW NATION OF OKLAHOMA	93.307	114,841	H
Rsrch	DHHS	NCMHD	OKLAHOMA STATE UNIVERSITY	93.307	4,365	H
Rsrch	DHHS	NIHOD	OKLAHOMA STATE UNIVERSITY	93.351	245,087	H
Rsrch	DHHS	NCRR	OKLAHOMA STATE UNIVERSITY	93.389	25,676	H

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency	Federal Sub Agency	Subrecipient	CFDA	Expenditure
Rsrch	DHHS	NCI	MEDICAL UNIVERSITY OF SOUTH CAROLINA	93.393	1,665 H
Rsrch	DHHS	NCI	MIRIAM HOSPITAL	93.393	45,945 H
Rsrch	DHHS	NCI	MAYO CLINIC	93.395	43,023 H
Rsrch	DHHS	NCI	UNIVERSITY OF COLORADO BOARD OF REGENTS	93.395	49,365 H
Rsrch	DHHS	NCI	UT MD ANDERSON CANCER CENTER	93.395	6,177 H
Rsrch	DHHS	NHLBI	CHICKASAW NATION TRIBAL GOVERNMENT	93.837	67,611 H
Rsrch	DHHS	NHLBI	CHOCTAW NATION OF OKLAHOMA	93.837	17,852 H
Rsrch	DHHS	NHLBI	DARTMOUTH COLLEGE	93.837	121,677 H
Rsrch	DHHS	NHLBI	MAYO CLINIC	93.837	43,679 H
Rsrch	DHHS	NHLBI	MEDICAL COLLEGE OF WISCONSIN INC	93.837	22,811 H
Rsrch	DHHS	NHLBI	TEXAS A&M UNIVERSITY	93.837	150,774 H
Rsrch	DHHS	NHLBI	UNIVERSITY OF WASHINGTON	93.837	163,788 H
Rsrch	DHHS	NIDDK	CHICKASAW NATION DIVISION OF HEALTH	93.847	29,196 H
Rsrch	DHHS	NIDDK	CHOCTAW NATION OF OKLAHOMA	93.847	12,697 H
Rsrch	DHHS	NIDDK	MASSACHUSETTS GENERAL HOSPITAL	93.847	22,868 H
Rsrch	DHHS	NIDDK	UNIVERSITY OF PENNSYLVANIA	93.847	33,256 H
Rsrch	DHHS	NINDS	AFRICSANTE	93.853	213,026 H
Rsrch	DHHS	NINDS	INSTITUTE OF TROPICAL MEDICINE ANTWERP	93.853	41,510 H
Rsrch	DHHS	NIAID	BIOLYTX PHARMACEUTICALS CORP	93.855	73,210 H
Rsrch	DHHS	NIAID	BOSTON COLLEGE	93.855	15,901 H
Rsrch	DHHS	NIAID	COVANCE LABORATORIES INC	93.855	35,550 H
Rsrch	DHHS	NIAID	RECEPTOR LOGIC	93.855	164,342 H
Rsrch	DHHS	NIAID	TEXAS A & M RESEARCH FOUNDATION	93.855	2,478 H
Rsrch	DHHS	NIAID	TEXAS A&M HEALTH SCIENCE CENTER	93.855	58,198 H
Rsrch	DHHS	NIAID	TEXAS AGRILIFE RESEARCH	93.855	44,893 H
Rsrch	DHHS	NIAID	TEXAS TECH UNIVERSITY HLTH SCIENCES CTR	93.855	147,179 H
Rsrch	DHHS	NIAID	WASHINGTON UNIVERSITY	93.855	267,505 H
Rsrch	DHHS	NIGMS	CAMERON UNIVERSITY	93.859	39,451 H
Rsrch	DHHS	NIGMS	COMANCHE NATION	93.859	5,008 H
Rsrch	DHHS	NIGMS	LANGSTON UNIVERSITY	93.859	24,230 H

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency	Federal Sub Agency	Subrecipient	CFDA	Expenditure	
Rsrch	DHHS	NIGMS	NORTHEASTERN STATE UNIVERSITY	93.859	289,712	H
Rsrch	DHHS	NIGMS	OKLAHOMA CITY AREA INTER-TRIBAL HEALTH BOARD	93.859	64,473	H
Rsrch	DHHS	NIGMS	OKLAHOMA CITY COMMUNITY COLLEGE	93.859	63,993	H
Rsrch	DHHS	NIGMS	OKLAHOMA MEDICAL RESEARCH FOUNDATION	93.859	1,312,505	H
Rsrch	DHHS	NIGMS	UNIVERSITY OF OKLAHOMA	93.859	138,052	H
Rsrch	DHHS	NIGMS	REDLANDS COMMUNITY COLLEGE	93.859	20,000	H
Rsrch	DHHS	NIGMS	SOUTHEASTERN OKLAHOMA STATE UNIVERSITY	93.859	40,000	H
Rsrch	DHHS	NIGMS	SOUTHWESTERN OKLAHOMA STATE UNIVERSITY	93.859	233,397	H
Rsrch	DHHS	NIGMS	TULSA COMMUNITY COLLEGE	93.859	68,704	H
Rsrch	DHHS	NIGMS	UNIVERSITY OF CENTRAL OKLAHOMA	93.859	292,591	H
Rsrch	DHHS	NIGMS	UNIVERSITY OF TULSA	93.859	500	H
Rsrch	DHHS	NICHD	ANN & ROBERT H LURIE CHILDRENS HOSPITAL	93.865	3,334	H
Rsrch	DHHS	NICHD	CHILDRENS HOSPITAL OF PHILADELPHIA	93.865	1,690	H
Rsrch	DHHS	NICHD	OKLAHOMA STATE UNIVERSITY	93.865	4,156	H
Rsrch	DHHS	NICHD	UNIVERSITY OF OKLAHOMA	93.865	8,929	H
Rsrch	DHHS	NIA	PENN STATE UNIVERSITY	93.866	112	H
Rsrch	DHHS	NIA	UNIVERSITY OF TEXAS HEALTH SCIENCE CTR	93.866	92,949	H
Rsrch	DHHS	NEI	COPERNICUS THERAPEUTICS INC	93.867	117,136	H
Rsrch	DHHS	NEI	SCHEPENS EYE RESEARCH INST	93.867	5,989	H
Rsrch	DHHS	NEI	UNIVERSITY OF CENTRAL FLORIDA	93.867	15,064	H
Rsrch	DHHS	NEI	VIRGINIA TECH	93.867	30,089	H
Rsrch	DHHS	FIC	FUNDACAO EDUC CIENCIA E DESENVOLVIMENTO	93.989	29,500	H
Rsrch	DHHS	UCSF	OKLAHOMA STATE UNIVERSITY	93.393	6,211	T
Rsrch	DHHS	GOG	BAYLOR RESEARCH INSTITUTE	93.395	2,408	T
Rsrch	DHHS	GOG	CANCER CARE ASSOCIATES	93.395	4,039	T
Rsrch	DHHS	GOG	CARILION CLINIC GYN ONCOLOGY	93.395	10,155	T
Rsrch	DHHS	GOG	FEINSTEIN INSTITUTE FOR MEDICAL RESEARCH	93.395	16,691	T
Rsrch	DHHS	GOG	SOUTH CAROLINA ONCOLOGY ASSOCIATES	93.395	38	T
Rsrch	DHHS	GOG	TULANE UNIVERSITY	93.395	120	T
Rsrch	DHHS	GOG	TULSA CANCER INSTITUTE PLLC	93.395	8,508	T
Rsrch	DHHS	GOG	UNIVERSITY OF MICHIGAN	93.395	769	T

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency	Federal Sub Agency	Subrecipient	CFDA	Expenditure	
Rsrch	DHHS	GOG	UNIVERSITY OF ARKANSAS FOR MEDICAL SCI	93.395	3,450	T
Rsrch	DHHS	GOG	WASHINGTON REGIONAL MEDICAL CENTER	93.395	188	T
Rsrch	DHHS	ODHS	COMMUNITY SERVICE COUN OF GREATER TULSA	93.505	61,939	T
Rsrch	DHHS	OSDH	LA NET COMMUNITY HEALTH RESOURCE NETWORK	93.505	308,705	T
Rsrch	DHHS	OSDH	NORTH OKLAHOMA COUNTY MENTAL HEALTH CTR	93.505	51,192	T
Rsrch	DHHS	ODHS	OKLAHOMA PART FOR SCH READINESS FDTN INC	93.505	72,389	T
Rsrch	DHHS	GEORGEWASH	CHICKASAW NATION DIVISION OF HEALTH	93.847	4,788	T
Rsrch	DHHS	GEORGEWASH	CHOCTAW NATION OF OKLAHOMA	93.847	8,229	T
Rsrch	DHHS	CHILDHPHIL	INOVEON CORPORATION	93.867	118,244	T
Total Department of Health and Human Services					7,305,916	
Research and Development						
Department of Education						
Rsrch	DOE	EDUCATION	UNIVERSITY OF WASHINGTON	84.324	610,531	E
Research and Development						
Other						
Rsrch	USHOMELND	UMARYLAND	OKLAHOMA CITY NATIONAL MEMORIAL INSTITUT	97.061	1,645	T
Total Research and Development					8,573,084	
Training						
Department of Health and Human Services - ARRA						
Trng	DHHS	BHP	OKLAHOMA STATE UNIVERSITY	93.403	32,084	Y
Training						
Department of Health and Human Services						
Trng	DHHS	MCHB	UNIVERSITY OF OKLAHOMA	93.110	12,262	H
Trng	DHHS	SAMHSA	DUKE UNIVERSITY	93.243	173,266	H
Trng	DHHS	BHP	UNIVERSITY OF OKLAHOMA	93.247	6,400	H
Trng	DHHS	BHP	ASSOCIATION OF AMERICAN INDIAN PHYSICIAN	93.516	12,500	H
Trng	DHHS	BHP	MENTAL HEALTH AND SUBSTANCE ABUSE SERV	93.516	5,000	H

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Program	Federal Agency	Federal Sub Agency	Subrecipient	CFDA	Expenditure	
Trng	DHHS	BHP	OKLAHOMA STATE DEPARTMENT OF HEALTH	93.516	45,357	H
Trng	DHHS	BHP	OKLAHOMA CITY AREA INTER-TRIBAL HEALTH BOARD	93.516	13,407	H
Trng	DHHS	BHP	OKLAHOMA CITY-COUNTY HEALTH DEPT	93.516	21,884	H
Trng	DHHS	BHP	TULSA COUNTY	93.516	14,818	H
Trng	DHHS	ADD	CAMERON UNIVERSITY	93.632	9,600	H
Trng	DHHS	ADD	EAST CENTRAL UNIVERSITY	93.632	10,198	H
Trng	DHHS	BHP	CAMERON UNIVERSITY	93.969	32,555	H
Trng	DHHS	BHP	LANGSTON UNIVERSITY	93.969	13,275	H
Trng	DHHS	BHP	OKLAHOMA STATE UNIVERSITY	93.969	13,582	H
Trng	DHHS	BHP	OKLAHOMA STATE UNIVERSITY	93.969	13,442	H
Trng	DHHS	BHP	RURAL HEALTH PROJECTS INC	93.969	5,432	H
Trng	DHHS	BHP	TULSA COMMUNITY COLLEGE	93.969	9,767	H
Trng	DHHS	BHP	UNIVERSITY OF CENTRAL OKLAHOMA	93.969	9,745	H
Total Department of Health and Human Services					422,490	
Training						
Department of Justice						
Trng	DOJ	OJP	CHILDRENS INSTITUTE INC	16.543	6,962	J
Trng	DOJ	OJP	CHILDRENS AID AND FAMILY SERVICES INC	16.543	7,083	J
Trng	DOJ	OJP	OKLAHOMA STATE UNIVERSITY	16.543	4,883	J
Total Department of Justice					18,928	
Total Training					473,502	
Other						
Department of Health and Human Services						
Other	DHHS	SAMHSA	UNIVERSITY OF MISSOURI	93.243	3,773	H
Other	DHHS	PARKLANDHL	CHEROKEE NATION	93.145	21,000	T
Total Department of Health and Human Services - Other					24,773	
Total Amounts Provided to Subrecipients					\$ 9,071,359	

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

4. The accompanying Detailed Schedule of Expenditures of Federal Awards for the Center is an integral part of the Schedule of Expenditures of Federal Awards.
5. The University of Oklahoma Norman Campus administers the Pell, Supplemental Education Opportunity Grants and College Work Study student award programs for students attending the Norman and Health Sciences Center Campuses. Grant revenues and expenditures under such programs for students attending these campuses are included in the financial statements of the Norman Campus. Therefore, the Norman Campus Schedule of Expenditures of Federal Awards includes expenditures under such programs for students attending both campuses.
6. Under the Federal Direct Student Loan Program ("Direct Loan Program"), the U.S. Department of Education makes loans to enable a student or parent to pay the costs of the student's attendance at a postsecondary school. The Direct Loan Program enables an eligible student or parent to obtain a loan to pay for the student's cost of attendance directly from the U.S. Department of Education rather than through private lenders. The Center began participation in the Direct Loan Program on July 1, 2010. The Center administers the origination and disbursement of the loans to eligible students or parents. The Center is not responsible for the collection of these loans. Outstanding loans at June 30, 2014 under the Health Professions Student Loan Program (HPSL, PCL, LDS) and the Nursing Student Loan Program are \$5,347,861 and \$1,454,007, respectively.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

Section I--Summary of Auditors' Results

Financial statements

Type of auditors' report issued:

Unmodified

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
- Noncompliance material to financial statements noted? ___ yes X no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ___ yes X no
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? ___ yes X none reported

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

Unmodified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?

___ yes X no

Identification of major programs:

<u>Program</u>	<u>CFDA Number</u>
Student Financial Aid Cluster	*
Research and Development Cluster	*
Medical Assistance Program	93.778

* See Detailed Schedule of Expenditures of Federal Awards for identification of CFDA numbers applicable to the major programs.

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

Auditee qualified as low-risk auditee? X yes ___ no

Section II--Findings Required to be Reported in Accordance with *Government Auditing Standards*:

None to report for the June 30, 2014 period.

Section III--Finding Required to be Reported in Accordance with OMB Circular A-133:

None to report for the June 30, 2014 period.

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

Year Ended June 30, 2014

No matters were reportable.

APPENDIX A

SCHEDULE OF AGENCY ACRONYMS

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

SPONSOR	DESCRIPTION
ACRADIOLOG	American College of Radiology
AGING	Areawide Aging Agency of Central Oklahoma
AMCHP	Assoc of Maternal & Child Health Program
ARKCHRINST	Arkansas Children's Hospital Research Institute
BRIGHAMWH	Brigham and Women's Hospital
CAISSONBIO	Caisson Biotech, LLC
CHEROKEEOK	Cherokee Nation of Oklahoma
CHILDMERCH	Children's Mercy Hospital - Kansas City
CHILDHPHIL	Children's Hospital of Philadelphia
CINCINCHMC	Cincinnati Children's Hospital Med Ctr
COLUMBIAUN	Columbia University
COAREBIO	COARE Biotechnology, Inc.
DORMATARG	Dormatarg, Inc.
DNORTONLCC	Dee Norton Lowcounty Children's Center
DUKECLINIC	Duke Clinical Research Institute
EASTCENTRU	East Central University
GEORGEWASH	George Washington University
GOG	Gynecologic Oncology Group
HAM-TMC	Houston Academy of Med-Texas Med Ct
INDIANAUN	Indiana University
JAEBCENTER	Jaeb Center for Health Research
JHU	John Hopkins University
KIOWATRIBE	Kiowa Tribe of Oklahoma
KRISTIHOUS	Kristi House
LAURBRAIN	Laureate Institute for Brain Research
LOMALINDAU	Loma Linda University
MASSGEN	Massachusetts General Hospital
MAYOCLINIC	Mayo Clinic
MEDUNIOHIO	Medical University of Ohio
NERI	New England Research Institute
NMDP	National Marrow Donor Program
NORTHCARE	NorthCare
NRGONCFND	NRG Oncology Foundation, Inc.
ODDC	Oklahoma Developmental Disabilities Cncl
ODHS	Oklahoma Department of Human Services
ODMH	Oklahoma Department of Mental Health
OFMQ	Oklahoma Foundation for Medical Quality

SCHEDULE OF AGENCY ACRONYMS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

SPONSOR	DESCRIPTION
OHCA	Oklahoma Health Care Authority
OHIET	Oklahoma Health Information Exchange Trust
OHIOSTATE	Ohio State University
OHSU	Oregon Health Science University
OICA	Oklahoma Institute for Child Advocacy
OKHOSPITAL	Oklahoma Hospital Association
OMRF	Oklahoma Medical Research Foundation
ONOCOLYTI	Oncolytics Biotech
OPTIMUM	Optimum Therapeutics LLC
OSDED	Oklahoma State Department of Education
OSDH	Oklahoma State Department of Health
OSU	Oklahoma State University
OUNORMAN	University of Oklahoma
PARKLANDHL	Parkland Health and Hospital System
PRECISTHER	Precision Therapeutics, Inc.
PULMOKINE	Pulmokine
RENSSELAER	Rensselaer Polytechnic Institute
RESTRINST	Research Triangle Institute
RTOG	Radiation Therapy Oncology Group
RUTGERS	Rutgers University
SAICF	SAIC-Frederick, Inc.
SCHEPENSER	Schepens Eye Research Institute
SODAC	Oklahoma District Attorneys Council
SSOK	Smart Start Oklahoma
STLOUISUNI	Saint Louis University
SUNY	State University of New York
SWOG	Southwest Oncology Group
TEXTECHHSC	Texas Tech Univ Health Sciences Center
UALABAMABI	University of Alabama Birmingham
UARKANSAMS	University of Arkansas for Medical Sciences
UBUFFALO	University of Buffalo
UCFLORIDA	University of Central Florida
UCLOSANGEL	University of California, Los Angeles
UCOLORADO	University of Colorado
UCSD	University of California - San Diego
UCSF	University of California - San Francisco
UIC	University of Illinois - Chicago

SCHEDULE OF AGENCY ACRONYMS--Continued

THE UNIVERSITY OF OKLAHOMA HEALTH SCIENCES CENTER

<u>SPONSOR</u>	<u>DESCRIPTION</u>
UKY	University of Kentucky
UMARYLAND	University of Maryland
UMICHIGAN	University of Michigan
UNEBLINC	University of Nebraska - Lincoln
UNIVKANMED	University of Kansas Medical Center
UNIVMIAMI	University of Miami
UNIVMISSOU	University of Missouri
UNVWISCMAD	University of Wisconsin - Madison
UPITTSBURG	University of Pittsburgh
USFLORIDA	University of South Florida
UTEXASHSC	University of Texas Health Sciences Center
UWASHINGTON	University of Washington
VANDERBILT	Vanderbilt University
WASHINGTON	Washington University in St. Louis
YALEUNIV	Yale University