

West Virginia University Research Corporation

Financial Statements for the Years Ended
June 30, 2010 and 2009, Independent Auditors'
Reports, Report on Federal Awards in Accordance
With OMB Circular A-133 for the Year Ended
June 30, 2010, and Additional Information
for the Year Ended June 30, 2010

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

TABLE OF CONTENTS

	Page
INDEPENDENT AUDITORS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS (RSI) (UNAUDITED)	2–11
FINANCIAL STATEMENTS FOR THE YEARS ENDED JUNE 30, 2010 AND 2009:	
Statements of Net Assets	12
Statements of Revenues, Expenses and Changes in Net Assets	13
Statements of Cash Flows	14-15
Notes to Financial Statements	16-29
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	30
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133	31–32
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2010	33–54
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2010	55
SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR JUNE 30, 2010	56
STATUS OF PRIOR YEAR FINDINGS (NONE)	
ADDITIONAL INFORMATION:	57
Independent Auditors' Report on Additional Information	58
Rural Health Education Partnership (RHEP) Program — Annual Report Southern Counties	59
Notes to the Rural Health Education Partnership (RHEP) Program for the Year Ended June 30, 2010	60

INDEPENDENT AUDITORS' REPORT

To the West Virginia University Research Corporation Board of Directors:

We have audited the accompanying statements of net assets of West Virginia University Research Corporation (the "Corporation") as of June 30, 2010 and 2009 and the related statements of revenues, expenses, and changes in net assets, and cash flows for the years then ended. These financial statements are the responsibility of the management of the Corporation. Our responsibility is to express an opinion on these financial statements based on our audits.

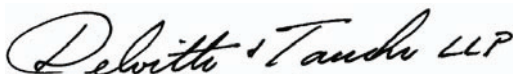
We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the respective financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, such financial statements present fairly, in all material respects, the financial position of the Corporation at June 30, 2010 and 2009, and the changes in net assets and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis on pages 2 to 11 is not a required part of the basic financial statements, but is supplementary information required by the Governmental Accounting Standards Board. This supplementary information is the responsibility of the Corporation's management. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit such information and we do not express an opinion on it.

Our audits were performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and is not a required part of the basic financial statements. This schedule is the responsibility of the management of the Corporation. Such information has been subjected to the auditing procedures applied in our audit of the basic financial statements, and in our opinion, is fairly stated, in all material respects when considered in relation to the basic financial statements taken as a whole.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 12, 2010, on our consideration of the Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, 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* and should be considered in assessing the results of our audit.



October 12, 2010

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

Management's Discussion and Analysis (Unaudited) Year Ended June 30, 2010

Overview

The Management's Discussion and Analysis is required supplementary information and has been prepared in accordance with the requirements of Governmental Accounting Standards Board (GASB). This section of the West Virginia University Research Corporation's (the "Corporation") annual financial report provides an overview of the Corporation's financial performance during the fiscal year ended June 30, 2010 as compared to the previous fiscal year. Comparative analysis is also presented for fiscal year 2009 compared to fiscal year 2008.

The Corporation's annual report consists of three basic financial statements: the statement of net assets, the statement of revenues, expenses and changes in net assets, and the statement of cash flows. These statements focus on the financial condition, the results of operations, and cash flows of the Corporation as a whole. Each of these statements is discussed below.

Financial Highlights

The Corporation's total net assets decreased from the previous year-end by \$5.3 million. This decrease is mainly attributable to the transfer of assets to West Virginia University (the "University") of \$14.1 million, which exceeded the increase in net assets of \$8.8 million before such transfer. During fiscal year 2010, the growth in total expenses exceeded the growth in total revenues. Overall, management believes that the Corporation continues to be financially sound.

Net Assets

The statements of net assets present the assets (current and noncurrent), liabilities (current and noncurrent), and net assets (assets minus liabilities) of the Corporation as of the end of the fiscal years. Assets denote the resources available to continue the operations of the Corporation. Liabilities indicate how much the Corporation owes vendors, employees and the University. Net assets measure the equity or the availability of funds of the Corporation for future periods.

Net Assets are displayed in three major categories:

Invested in capital assets, net of related debt. This category represents the Corporation's total investment in capital assets net of accumulated depreciation and outstanding debt obligations 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 invested in capital assets, net of related debt.

Restricted net assets. This category includes net assets, the use of which is restricted, either due to externally imposed constraints or because of restrictions imposed by law. They are further divided into two additional components - nonexpendable and expendable. Nonexpendable restricted net assets include endowment and similar type funds for 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. Expendable restricted net assets include resources for which the University is legally or contractually obligated to spend resources in accordance with restrictions imposed by external third parties.

Unrestricted Net Assets. This category includes resources that are not subject to externally imposed stipulations. Such resources are derived primarily from facilities and administrative earnings and revenues from royalties and investments. Unrestricted net assets are used for transactions related to the educational and general operations of the Corporation and may be designated for specific purposes by action of the Corporation's Board of Directors.

Condensed Statements of Net Assets (in thousands)

	As of June 30		
	2010	2009	2008
Assets			
Current Assets	\$ 43,345	\$ 48,641	\$ 41,457
Noncurrent Assets	66,126	62,341	56,473
Total Assets	\$ 109,471	\$ 110,982	\$ 97,930
Liabilities			
Current Liabilities	\$ 41,755	\$ 36,630	\$ 33,371
Noncurrent Liabilities	39,203	40,544	24,452
Total Liabilities	\$ 80,958	\$ 77,174	\$ 57,823
Net Assets			
Invested in Capital Assets, net of related debt	\$ 17,341	\$ 11,944	\$ 19,094
Restricted	1,497	1,370	699
Unrestricted	9,675	20,494	20,314
Total Net Assets	\$ 28,513	\$ 33,808	\$ 40,107

Total assets of the Corporation decreased by \$1.5 million to a total of \$109.5 million as of June 30, 2010. This decrease was primarily due to a decrease in cash and cash equivalents, as well as a slight decrease in investments. This decrease was offset by an increase in capital assets, net of depreciation and accounts receivable. Total assets had experienced an increase from fiscal year 2008 to fiscal year 2009 of \$13.0 million.

- Cash and cash equivalents decreased \$9.8 million primarily due to decreased cash in the dean's overhead funds for facility and administrative cost recoveries on sponsored awards. The decrease in cash and cash equivalents was also partially attributable to two other factors: a payment made to West Virginia University and West Virginia University Institute of Technology for over recovery of fringe benefit charges, as well as an expected declining balance to a line of credit drawn down from the West Virginia Infrastructure and Jobs Development Council. From fiscal year 2008 to fiscal year 2009, cash and cash equivalents had increased primarily due to the unpaid commitment for facilities, administrative and information technology services provided by the University at year end.
- Investments decreased by \$1.8 million primarily due to a scheduled redemption of the University's Auction Rate Certificates (ARCs) in October 2009. From fiscal year 2008 to fiscal year 2009 investments had increased due to the purchase of the University's ARCs by the Corporation pursuant to SEC guidance that permitted municipal issuers to repurchase their own debt.

- Net accounts receivable increased by \$4.3 million compared to the prior year. A portion of the increase can be attributed to American Recovery and Reinvestment Act (ARRA) funded awards which totaled \$1.23 million. The remainder of the increase is due to increased accounts receivable associated with existing private, state and federal awards. Net accounts receivable had decreased from fiscal year 2008 to fiscal year 2009 by \$657,000 due to the decrease in receivables associated with the construction of a Biomedical Research Facility.
- Capital assets, net increased by \$5.6 million primarily due to an increase in construction-in-process activity related to the Health Sciences Center Biomedical Research Facility. Capital assets, net had a slightly lower increase from fiscal year 2008 to fiscal year 2009 due to a similar increase in construction-in-process activity.

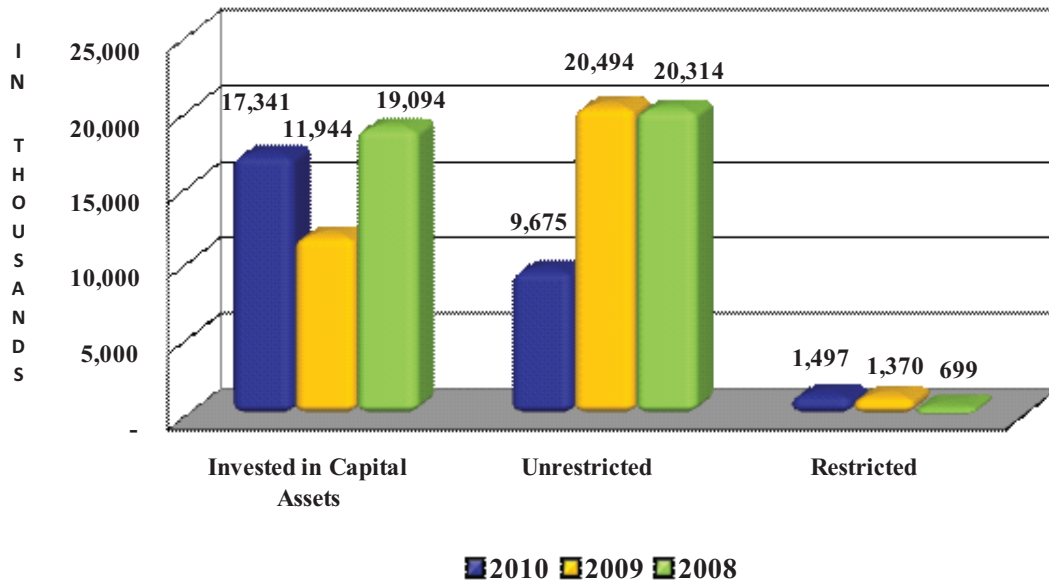
Total liabilities of the Corporation as of June 30, 2010 increased by \$3.8 million to a total of \$81.0 million. The increase is mainly due to an increase in other deferred revenue and slight increases in accounts payable to West Virginia University and accrued payroll. These increases were partially offset by a decrease in notes payable and accounts payable. This change is significantly lower than the increase from fiscal year 2008 to fiscal year 2009 of \$19.4 million..

- Other deferred revenue increased by \$3.5 million and is primarily attributable to receipt of several scheduled or advance payment sponsored awards during fiscal year 2010. A similar, but lower, increase was noted in this category from fiscal year 2008 to fiscal year 2009.
- Accrued payroll increased \$235,000 corresponding to an increase in salaries and wages paid to Research Corporation and State employees. Fiscal year 2008 to fiscal year 2009 showed a comparable increase.
- Accounts payable to West Virginia University increased by \$198,000 over prior year. This increase is attributable to an increase in the deans' liability for the facility and administrative cost recoveries on sponsored awards. This increase was partially offset by a decrease in the unpaid commitment for facilities, administrative, and information technology services provided by West Virginia University. Accounts payable to West Virginia University had experienced a higher increase from fiscal year 2008 to fiscal year 2009 relating to facility, administrative and information technology commitments.
- Other accounts payable decreased by \$171,000 due to a decrease in outstanding invoices payable to vendors at fiscal year end. A slightly larger change was noted in this category from fiscal year 2008 to fiscal year 2009.

The Corporation's current assets of \$43.3 million were sufficient to cover current liabilities of \$41.8 million indicating that the Corporation has sufficient available resources to meet its current obligations.

The following is a comparative illustration of net assets.

COMPARISON OF NET ASSETS June 30, 2010, 2009 and 2008



Invested in capital assets, net increased by \$5.4 million from the prior year primarily due to an increase in the construction-in-progress related to the NASA Independent Verification and Validation (IV&V) Center and the Biomedical Research Center. This category had experienced a decrease from fiscal year 2008 to fiscal year 2009 mainly due to the transfer of completed construction projects to West Virginia University and an increase in notes payable to State agencies.

Unrestricted net assets decreased by \$10.8 million primarily due to a decrease in the dean's overhead funds for facility and administrative cost recoveries on sponsored awards. Also contributing to the decrease is a payment made to West Virginia University and West Virginia University Institute of Technology for over recovery of fringe benefit charges. This category had no significant change noted from fiscal year 2008 to fiscal year 2009.

No significant change was noted in restricted net assets. This category had experienced increase from fiscal year 2008 to fiscal year 2009 of \$670,000 due to an increase in net assets restricted for debt service payments related to loans from State agencies.

Revenues, Expenses and Changes in Net Assets

The statements of revenues, expenses and changes in net assets present the operating revenues, operating expenses, nonoperating revenues and expenses and other revenues, expenses, gains, or losses of the Corporation. The utilization of capital assets is reflected in the financial statements as depreciation, which amortizes the cost of an asset over its expected useful life.

Condensed Statement of Revenues, Expenses and Changes in Net Assets

(in thousands)

Years Ended June 30

	2010	2009	2008
Operating Revenues	\$ 120,645	\$ 112,567	\$ 110,356
Operating Expenses	124,684	111,532	105,059
Operating Income (Loss)	(4,039)	1,035	5,297
Net Nonoperating Revenues (Expenses)	1,155	(2,612)	561
(Loss) Income before Other Revenues, Expenses, Gains, or Losses	(2,884)	(1,577)	5,858
Capital Grants and Gifts	11,276	15,801	13,280
Capital grants (federal)	414	-	-
Transfer of Assets to the University	(14,101)	(20,514)	(16,836)
Transfer of Net Assets to Bridgemont CTC	-	(9)	-
(Decrease) Increase in Net Assets	(5,295)	(6,299)	2,302
Net Assets at Beginning of Year	33,808	40,107	37,805
Net Assets at End of Year	\$ 28,513	\$ 33,808	\$ 40,107

Revenues:

The following charts illustrate the composition of revenues by source for 2010 and 2009.



Total revenues for fiscal year 2010 were \$134.2 million, an increase of \$7.5 million compared to the previous year. The increase in total revenues can be attributed to increased revenues from federal grants and investment income. This increase was offset by a decrease in capital grants and gifts, as well as nongovernmental grants. Total revenues for fiscal year 2008 to fiscal year 2009 had increased due to an increase in revenues from non-governmental grants, capital grants and gifts and sales and services of educational departments.

- Federal grants and contracts revenue increased by \$11.3 million. This increase can partially be attributed to new awards funded by the American Recovery and Reinvestment Act (ARRA). The remaining increase is mainly due to increased revenues from new and existing awards including: the NASA IV&V Operations and Maintenance

grant, the Forensic Grant Project from the U.S. Department of Justice, Task Order for Non-Government Organization Collaborative from the U.S. Department of Labor, and the National Drinking Water Clearinghouse grant from the USDA. Lastly, a portion of this increase is attributable to an increase in facilities and administrative cost recoveries generated from federal grants and contracts. This category had experienced a decrease from fiscal year 2008 to fiscal year 2009 due to decreased grant revenue.

- Investment income increased by \$3.8 million primarily due to favorable changes in the market value of investments reflecting an upturn in current market conditions. The Corporation has also retained and invested funds, representing commitments to West Virginia University for facility, administrative and information technology support, with the WVU Foundation. Investment income experienced a decrease from fiscal year 2008 to fiscal year 2009 due to lower returns on investments and poor market conditions.
- Capital grants and gifts revenue decreased \$4.5 million in fiscal year 2010 due to reduced revenues from closed and existing awards including: Clinical Teaching Center at CAMC from the Department of Health and Human Service, Forensic Grant Program from the U.S, Department of Justice, Medical Simulation Research and Training Center from the Department of Health and Human Service. This decrease was offset by an increase in revenues from new and existing awards including: Neurosciences Institute as well as the Multiple Sclerosis Center, both from the Department of Health and Human Services. This category experienced an increase from fiscal year 2008 to fiscal year 2009 due to an increase in new awards.

Expenses:

The following is a graphic comparison of total expenses by category between 2010 and 2009.



Total expenses for the fiscal year 2010 increased by \$13.3 million compared to prior year, to \$125.8 million. This increase is primarily due to an increase in net operating expenditures to the University, supplies and other services, salaries and wages, and benefits. An increase was noted from fiscal year 2008 to fiscal year 2009 in the same categories.

- Net operating expenditures to the University increased by \$5.6 million compared to the prior year primarily due to a payment made to West Virginia University and West Virginia University Institute of Technology for over recovery of fringe benefit charges. The remainder of the increase is attributed to a transfer to West Virginia University and West Virginia University Institute of Technology of the facility and administrative cost recoveries on sponsored awards. This category experienced a less, but similar, increase from fiscal year 2008 to fiscal year 2009 primarily due to increased department spending on overhead return accounts, payments in support of the University’s DOW site initiative and expense related to the operation of the legislatively fund Brownfield Assistance Center.

- Supplies and other services increased by \$3.6 million primarily due to an increase in the allowance for uncollectable grants, notably in the private and other categories. An additional increase is due to an increase in payments made in support of the following grants: EV Education, COMP INBRE 2009-2010, Task Order #3, Forensics grant, HAPI Project, and HFHC. A decrease in payments for NASA IV&V Operations and Maintenance offset the above increase. This category had experienced a similar, but lower, increase from fiscal year 2008 to fiscal year 2009 in correlation with payments made in support of the Blanchette Rockefeller Neuroscience Institute and for the operations and maintenance of NASA IV&V.
- Salaries and wages increased by \$3.1 million from the prior year primarily due to the implementation of a merit raise for Corporation employees during fiscal year 2010. A lower increase was noted in salaries and wages from fiscal year 2008 to fiscal year 2009.
- Benefits expense increased by approximately \$618,000 from prior year corresponding to an increase in salaries and wages. This category had also experienced an increase from fiscal year 2008 to fiscal year 2009 due to increased salaries and wages.

Cash Flows

The statements of cash flows provide information about the cash receipts, cash payments, and net change in cash resulting from the operating, investing, and financing (capital and noncapital) activities of the Corporation during the year. This statement helps users assess the Corporation's ability to generate net cash flows, its ability to meet obligations as they come due, and any potential need for external financing.

The statement of cash flows is divided into five sections:

Cash flows from operating activities. This section shows the net cash provided by the operating activities of the Corporation.

Cash flows from noncapital financing activities. This section reflects the cash received and paid for nonoperating, noninvesting, and noncapital financing purposes.

Cash flows from capital financing activities. This section includes cash used for the acquisition and construction of capital and related items.

Cash flows from investing activities. This section shows the purchases, proceeds, and interest received from investing activities.

Reconciliation of operating income to net cash provided by operating activities. This section provides a schedule that reconciles the accrual-based operating income (loss) and net cash provided by operating activities.

Condensed Statements of Cash Flows (in thousands)

	Years Ended June 30		
	2010	2009	2008
Cash Provided (Used) By:			
Operating Activities	\$ (4,359)	\$ 10,064	\$ 13,088
Noncapital Financing Activities	321	154	142
Capital Financing Activities	(9,474)	1,797	(6,005)
Investing Activities	3,720	(4,073)	(16,361)
(Decrease) Increase in Cash and Cash Equivalents	(9,792)	7,942	(9,136)
Cash and Cash Equivalents, Beginning of Year	22,977	15,035	24,171
Cash and Cash Equivalents, End of Year	\$ 13,185	\$ 22,977	\$ 15,035

Total cash and cash equivalents decreased by \$9.8 million during fiscal year 2010 to \$13.2 million.

- Net cash provided by operating activities decreased by \$14.4 million primarily due to an increase in payments of operating expenses to the University, payments to suppliers, and payments to employees for salaries, wages, and benefits. This decrease was partially offset by an increase in cash inflows from grants and contracts. A decrease was noted in cash flows provided by operating activities from fiscal year 2008 to fiscal year 2009.
- No significant change was noted in net cash provided by noncapital financing activities in the current fiscal year as well as from fiscal year 2008 to fiscal year 2009.
- Net cash from capital financing activities changed by \$11.3 million primarily due to a decrease in inflows from capital gifts and grants and proceeds from loans. This was offset by a decrease in outflows for purchases of capital assets. An increase was noted in this category from fiscal year 2008 to fiscal year 2009.
- Net cash provided by investing activities increased by \$7.8 million primarily due to an increase in cash inflows from redemption of matured auction rate certificates (ARCs) and decreased outflows for purchases of investments. This category showed a significant decrease from fiscal year 2008 to fiscal year 2009 due to the purchase of ARCs.

Capital Asset and Long Term Debt Activity

During fiscal year 2006, the Board of Directors of the Corporation had approved a borrowing plan by the Corporation of up to \$24.4 million to finance certain improvements at the HSC including financing the construction of the Biomedical Research Building, and the HSC Learning Center and Library Addition. The Corporation has entered into construction loan and pledge agreements with the West Virginia Housing Development Fund, the West Virginia Economic Development Authority, and the West Virginia Infrastructure and Jobs Development Council to finance such projects. All amounts from the respective State agencies had been drawn down and are recorded as notes payable in fiscal year 2009. Other capital activity during fiscal year 2010 included continued construction of the Biomedical Research Facility and NASA IV&V facility.

The Corporation transferred assets to the University in the amount of \$14.1 million. The transfer of assets to the University included the transfer of construction-in-progress related to the Biomedical Research facility and NASA IV&V in the amount of \$6.2 million and equipment in the amount of \$7.9 million. The amount transferred in fiscal year 2009

was \$20.5 million (\$13.5 million of construction-in-progress and \$7.0 million of equipment). There have been no significant changes in credit ratings or debt limitations that may affect future financing for the Corporation.

During fiscal year 2010, the Corporation obtained additional excess liability insurance coverage in the amount of \$10.0 million from United Educators Insurance Company. The Corporation made the determination that it does not have the benefit of “sovereign immunity” should they experience a liability claim that would exceed the coverage by the current WV Board of Risk & Insurance Management (BRIM) policy. In addition, the Corporation has encountered (in contracts with other entities) liability insurance limit requirements in excess of those provided by the BRIM policy.

Economic Outlook

Research is an integral part of the University’s mission. The Corporation supports this mission by fostering the growth of the research agenda at the University through improving the research support infrastructure, facilitating interdisciplinary collaborations and mutually beneficial partnerships with government agencies and the private sector, and promoting economic development through technology transfer. Specifically, the Corporation serves as the University’s fiscal agent for the application and administration of funds awarded by external agencies for the pursuit of the research mission and other scholarly activities. The Corporation further strives to increase faculty competitiveness for external funding by sponsoring professional development activities such as grant-development seminars and workshops, mentorship programs and external peer reviews to critique proposals prior to submission.

Fiscal Year 2010 was a significant year for the University’s research efforts. Total sponsored funding (awards) for FY 2010 topped out at \$177.0 million – 18%, or \$26.0 million, higher than the previous year and an all-time high level for WVU. The University is poised to build on that success through its aggressive pursuit of National Science Foundation, which is planned to generate three major awards in FY 2011. The Corporation will be an integral part of facilitating this activity.

The Corporation also is playing an active role in the University’s Advanced Energy Initiative (AEI). This initiative focuses resources on addressing and solving critical energy issues during the next 5 to 10 years with an emphasis on building partnerships with other universities, government agencies, and private stakeholders. The immediate goal is to grow AEI research awards to \$40.0 million per year by fiscal year 2014. The goal is a challenging but reasonable goal for WVU, and it is an outgrowth of progress that WVU is already making in increasing its external research support. Moreover, the goal recognizes the capacity of the AEI to enable faculty members to become even more competitive in bidding for large interdisciplinary, multi-institution, multi-investigator awards.

The Research Trust Fund (the “Fund”) that was established by the West Virginia State Legislature in fiscal year 2008 has committed \$35.0 million in State funds to the University to support four priority interdisciplinary research areas consistent with the University’s strategic research plan. These State funds need to be directly matched to qualified private donations and pledges received by the University, to create \$70.0 million in research endowments. The success of this program will undoubtedly impact the Corporation as it will stimulate sponsored awards in other areas of the University and the Corporation will need to respond by providing increased support services. The program’s success is already being felt.

During the period from March 8, 2008 to June 30, 2010, the WVU Foundation received 221 qualified private gifts (donations and pledges) totaling \$7.8 million for Research Trust Fund and matching funds have been received from the State for that same amount.

A wide range of research projects at the University have been selected for funding under the American Recovery and Reinvestment Act (ARRA). To date, approximately 67 individual awards totaling nearly \$40.0 million have been received from ARRA.

The Corporation continues to expand its business incubator program to nurture start-up companies. The business incubator is housed in the Chestnut Ridge Research Building located off Route 705 in Morgantown. The Corporation provides business services such as business plan development, marketing, advertising, finance, and information technology assistance to the start-up companies. Initial operating expenses were funded by a Benedum Foundation grant. The WVU Incubator is operating at full capacity and three businesses graduated in fiscal year 2010. The Corporation is also involved in technology transfer activities such as invention disclosures, copyrights, trademarks, patents filed and issued, license agreements and new start-up companies being formed. More than \$147,000 in license and royalties were generated in fiscal year 2010. The expansion of business incubator and technology transfer activities is expected to continue, creating new jobs and establishing a research base for economic development in the State of West Virginia.

The challenges faced by the University in light of insufficient State appropriations and challenging economic conditions require the University to focus on its strengths. One of the University's strengths is its record of research and sponsored program funding. Through the Corporation's efforts, the University will strive to further improve its competitive research position and continue the growth enterprise.

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

STATEMENTS OF NET ASSETS AS OF JUNE 30, 2010 AND 2009

(Dollars in Thousands)

	2010	2009
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 13,185	\$ 22,977
Accounts receivable, net of allowances for doubtful accounts of \$1,235 and \$543	29,340	25,026
Due from the Commission	623	628
Prepaid expenses	197	10
Total current assets	<u>43,345</u>	<u>48,641</u>
Noncurrent Assets:		
Investments	22,834	24,601
Capital assets, net	43,292	37,740
Total noncurrent assets	<u>66,126</u>	<u>62,341</u>
TOTAL ASSETS	<u>\$ 109,471</u>	<u>\$ 110,982</u>
LIABILITIES		
Current Liabilities:		
Accounts payable	\$ 4,332	\$ 4,503
Accounts payable - West Virginia University, current portion	9,106	8,176
Accrued liabilities	58	-
Accrued payroll	2,770	2,535
Deferred revenue	24,240	20,701
Compensated absences	152	122
Notes payable, current portion	1,097	593
Total current liabilities	<u>41,755</u>	<u>36,630</u>
Noncurrent Liabilities:		
Notes payable	24,527	25,203
Accounts payable - West Virginia University	14,564	15,296
Other noncurrent liabilities	112	45
Total noncurrent liabilities	<u>39,203</u>	<u>40,544</u>
TOTAL LIABILITIES	<u>\$ 80,958</u>	<u>\$ 77,174</u>
NET ASSETS		
Invested in capital assets, net of related debt	\$ 17,341	\$ 11,944
Restricted for debt service (expendable)	1,497	1,370
Unrestricted	9,675	20,494
TOTAL NET ASSETS	<u>\$ 28,513</u>	<u>\$ 33,808</u>

See notes to financial statements.

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS YEARS ENDED JUNE 30, 2010 AND 2009

(Dollars in Thousands)

	2010	2009
OPERATING REVENUES		
Federal grants and contracts	\$ 72,173	\$ 60,845
State grants and contracts	24,314	26,872
Local grants and contracts	359	300
Nongovernmental grants and contracts	23,176	23,917
Sales and services of educational departments	431	438
Other operating revenues	192	195
Total operating revenues	<u>120,645</u>	<u>112,567</u>
OPERATING EXPENSES		
Salaries and wages to the University	53,858	50,721
Benefits to the University	10,275	9,657
Scholarships and fellowships	1,613	1,667
Utilities	1,101	848
Supplies and other services	41,988	38,381
Depreciation	557	499
Net operating expenses to the University	15,246	9,686
Other operating expenses	46	73
Total operating expenses	<u>124,684</u>	<u>111,532</u>
OPERATING (LOSS) INCOME	<u>(4,039)</u>	<u>1,035</u>
NONOPERATING REVENUES (EXPENSES)		
Gifts	319	156
Investment income (loss) (including unrealized gain (loss) of \$1,408 and (\$1,667))	1,952	(1,824)
Interest on capital asset-related debt	(1,118)	(943)
Other nonoperating revenues (expenses) - net	2	(1)
Net nonoperating revenues (expenses)	<u>1,155</u>	<u>(2,612)</u>
LOSS BEFORE OTHER REVENUES, EXPENSES, GAINS, OR LOSSES	<u>(2,884)</u>	<u>(1,577)</u>
Capital grants and gifts	11,276	15,801
Capital grants (federal)	414	-
INCREASE IN NET ASSETS BEFORE TRANSFERS	8,806	14,224
TRANSFER OF ASSETS TO THE UNIVERSITY	(14,101)	(20,514)
TRANSFER OF NET ASSETS TO BRIDGEMONT CTC	-	(9)
DECREASE IN NET ASSETS	(5,295)	(6,299)
NET ASSETS--BEGINNING OF YEAR	33,808	40,107
NET ASSETS--END OF YEAR	<u>\$ 28,513</u>	<u>\$ 33,808</u>

See notes to financial statements.

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

STATEMENTS OF CASH FLOWS YEARS ENDED JUNE 30, 2010 AND 2009

(Dollars in Thousands)

	2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES		
Grants and contracts	\$ 119,239	\$ 113,790
Payments to suppliers	(42,186)	(37,566)
Payments to employees of the University and Corporation	(53,622)	(50,504)
Payments for benefits to the University and Corporation	(10,699)	(9,781)
Payments for utilities	(1,116)	(851)
Payments for scholarships and fellowships	(1,647)	(1,680)
Payments of operating expenses to the University	(15,049)	(2,427)
Other receipts (payments)	721	(917)
Net cash (used in) provided by operating activities	<u>(4,359)</u>	<u>10,064</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Gifts	319	155
Other nonoperating receipts (payments)	2	(1)
Net cash provided by noncapital financing activities	<u>321</u>	<u>154</u>
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES		
Capital gifts and grants received	11,276	17,285
Capital grants - federal received	414	-
Purchases of capital assets	(19,865)	(24,645)
Principal paid on capital debt	(610)	(101)
Interest paid on capital debt	(689)	(156)
Proceeds from loans	-	9,414
Net cash (used in) provided by capital financing activities	<u>(9,474)</u>	<u>1,797</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment income (loss)	544	(157)
Redemption of matured investments	3,806	-
Purchases of investments	(630)	(3,916)
Net cash provided by (used in) investing activities	<u>3,720</u>	<u>(4,073)</u>
(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(9,792)	7,942
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	22,977	15,035
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 13,185	\$ 22,977

(continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

STATEMENTS OF CASH FLOWS (CONTINUED) YEARS ENDED JUNE 30, 2010 AND 2009

(Dollars in Thousands)

	2010	2009
Reconciliation of operating (loss) income to net cash (used in) provided by operating activities:		
Operating (loss) income	\$ (4,039)	\$ 1,035
Adjustments to reconcile operating (loss) income to net cash (used in) provided by operating activities:		
Depreciation expense	557	499
Changes in assets and liabilities:		
Accounts receivable, net	(4,314)	656
Due from the Commission	5	(23)
Prepaid expenses	(187)	124
Accounts payable	(312)	7,804
Accrued liabilities	362	(1,235)
Deferred revenue	3,539	1,174
Compensated absences	30	30
Net cash (used in) provided by operating activities	<u>\$ (4,359)</u>	<u>\$ 10,064</u>
Noncash Transactions:		
Construction in progress additions in accounts payable	<u>\$ 337</u>	<u>\$ -</u>
Unrealized gain (loss) on investments	<u>\$ 1,408</u>	<u>\$ (1,667)</u>
Capitalization of interest	<u>\$ 9</u>	<u>\$ -</u>
Accrued interest on notes payable	<u>\$ 438</u>	<u>\$ 1,493</u>
Assets transferred to the University	<u>\$ 14,101</u>	<u>\$ 20,514</u>
Assets transferred to Bridgemont CTC	<u>\$ -</u>	<u>\$ 9</u>

See notes to financial statements.

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

NOTES TO FINANCIAL STATEMENTS YEARS ENDED JUNE 30, 2010 AND 2009

1. ORGANIZATION

West Virginia University Research Corporation (the "Corporation") is a not-for-profit corporation incorporated in 1986, pursuant to the laws of the State of West Virginia (the "State"). The purpose of the Corporation is to foster and support research at West Virginia University (the "University") and to provide commercial outlets for the research activities of the University faculty, staff and students. With the assistance of the University, the Corporation has been designated by the University to fulfill the role of public institutions to work in partnership with business, industry or government and encourages the acceptance of gifts, grants, contracts and equipment, and the sharing of facilities, equipment and skilled personnel to promote and develop joint, applied research and development, technical assistance and instructional programs in the State. The Corporation receives grants on behalf of the University, some of which are for the construction or acquisition of capital assets. These expenditures are recorded on the Corporation's records and the completed asset is transferred to the University as the beneficiary of the asset. The Corporation exists as an organization separate from the University. West Virginia state code allows the Corporation to employ personnel separate from the University. The Corporation chose to exercise this option effective January 1, 2005. The Corporation maintains a payroll and human resources information system separate from the University. The Corporation first began fulfilling its purpose in 1990.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Corporation have been prepared in accordance with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). The financial statement presentation required by GASB provides a comprehensive, entity-wide perspective of the Corporation's assets, liabilities, net assets, revenues, expenses, changes in net assets and cash flows.

The Corporation follows all GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 and amendments thereof, and has elected not to apply the FASB Statements and Interpretations issued after November 30, 1989 to its financial statements.

- a. *Reporting Entity* – The Corporation is a component unit of the University, as the University is the sole member of the non-stock not-for-profit corporation and is combined in the University's financial statements. The University is an operating unit of the West Virginia Higher Education Fund and represents separate funds of the State that are not included in the State's general fund. The University is a separate entity, which, along with all State institutions of higher education, the West Virginia Higher Education Policy Commission (the "Commission") (which includes West Virginia Network for Educational Telecomputing (WVNET)), and the West Virginia Council for Community and Technical College Education form the Higher Education Fund of the State. The Higher Education Fund is considered a component unit of the State, and

its financial statements are discretely presented in the State's comprehensive annual financial report.

b. *Basis of Accounting* – For financial reporting purposes, the Corporation is considered a special-purpose government engaged only in business-type activities. Accordingly, the financial statements of the Corporation have been prepared on the accrual basis of accounting with a flow of economic resources measurement focus. Revenues are reported when earned and expenses are reported when materials or services are received.

c. *Cash and Cash Equivalents* – For purposes of the statement of net assets, the Corporation considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

Cash and cash equivalents include cash in bank accounts which is invested in daily repurchase agreements or the Certificate of Deposit Account Registry Service (CDARS) program. These investments are highly liquid.

Cash and cash equivalents also include Money Market investments.

d. *Investments* – Investments, other than alternative investments, are presented at fair value, based upon quoted market values. The alternative investments are carried at estimated fair value. These valuations include assumptions and methods that were reviewed by the Corporation's management and are primarily based on quoted market values or other readily determinable market values for underlying investments. The Corporation believes that the carrying amount of its alternative investments is a reasonable estimate of fair value. The majority of the alternative investments have a readily determinable market value. Because certain assets underlying the alternative investments are not readily marketable, and the estimated value is subject to uncertainty, the reported value may differ from the value that would have been used had a ready market existed.

e. *Allowance for Doubtful Accounts* – It is the Corporation's policy to provide for future losses on uncollectible contracts and grants receivable based on an evaluation of the underlying contract and grant balances, the historical collectibility experienced by the Corporation on such balances and such other factors which, in the Corporation's judgment, require consideration in estimating doubtful accounts.

f. *Noncurrent Cash, Cash Equivalents and Investments* – Investments held for more than one year and not used for current operations are classified as a noncurrent asset.

g. *Capital Assets* – Capital assets are stated at cost at the date of acquisition or construction, or fair market value at the date of donation in the case of gifts. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, generally 50 years for buildings. The Corporation's capitalization threshold for equipment is \$5,000. The accompanying financial statements reflect all adjustments required by GASB.

h. *Deferred Revenue* – Revenues for programs or activities to be conducted primarily in the next fiscal year are classified as deferred revenue, including advance payments on sponsored awards.

- i. *Compensated Absences* – The Corporation accounts for compensated absences in accordance with the provisions of GASB. This statement requires entities to accrue for employees’ rights to receive compensation for vacation leave or payments in lieu of accrued vacation or sick leave as such benefits are earned and payment becomes probable.

The Corporation’s full-time employees earn up to 2 days paid time off for each month of service and are entitled to compensation for accumulated, unpaid leave upon termination.

The estimated expense and expense incurred for paid time off is recorded as a component of benefits expense on the statement of revenues, expenses, and changes in net assets.

- j. *Noncurrent Liabilities* – Noncurrent liabilities include liabilities that will not be paid within the next fiscal year, including certain amounts due to the University for research cost recovery.

- k. *Net Assets* – GASB establishes standards for external financial reporting for public colleges and universities and requires that financial statements be presented on a basis to focus on the Corporation as a whole. Net assets are classified into four categories according to external donor restrictions or availability of assets for satisfaction of Corporation obligations. The Corporation’s net assets are classified as follows:

Invested in capital assets, net of related debt: This represents the Corporation’s total investment in capital assets, net of accumulated depreciation and outstanding debt obligations 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 invested in capital assets, net of related debt.

Restricted net assets – expendable: This includes resources which the Corporation is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties.

Restricted net assets – nonexpendable: This includes endowment and similar type funds 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. The Corporation did not have any restricted nonexpendable net assets as of June 30, 2010 and 2009.

Unrestricted net assets: Unrestricted net assets include resources that are not subject to externally imposed stipulations. Such resources are derived from investment income and sales and services of educational activities. Unrestricted net assets are used for transactions related to the educational and general operations of the Corporation and may be designated for specific purposes by action of the Board of Directors.

- l. *Classification of Revenues:* The Corporation has classified its revenues according to the following criteria:

Operating Revenues: Operating revenues include activities that have the characteristics of exchange transactions, such as (1) most federal, state, local and nongovernmental grants and contracts, and (2) sales and services of educational activities.

Nonoperating Revenues: Nonoperating revenues include activities that have the characteristics of non-exchange transactions, such as gifts and contributions, and other revenues that are defined as nonoperating revenues by GASB, such as investment income.

Other Revenues: Other revenues primarily consist of capital grants and gifts.

- m. *Use of Restricted Net Assets* – The Corporation has adopted a formal policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available. The Corporation attempts to utilize restricted net assets first when practicable. The Corporation did not have any designated net assets as of June 30, 2010 or 2009.
- n. *Government Grants and Contracts* – Government grants and contracts normally provide for the recovery of direct and indirect costs, subject to audit. The Corporation recognizes revenue associated with direct costs as the related costs are incurred. Recovery of related indirect costs is generally recorded at fixed rates negotiated for a period of one to three years.
- o. *Income Taxes* – The Corporation has received from the Internal Revenue Service an exemption from taxation under Section 501 (c) (3) of the Internal Revenue Code as an entity organized for educational, research and economic development purposes.
- p. *Cash Flows* – Any cash and cash equivalents escrowed, restricted for noncurrent assets, or in funded reserves are included as cash and cash equivalents for the purpose of the statement of cash flows.
- q. *Risk Management* – The State’s Board of Risk and Insurance Management (BRIM) provides general liability, property and auto insurance coverage to the Corporation. Such coverage is provided to the Corporation through a self-insurance program maintained by BRIM for general liability and auto insurance coverage. BRIM maintains a self-insurance program to pay the first \$1,000,000 of each property insurance claim and purchases excess property insurance from commercial insurance market to cover individual claims that exceed \$1,000,000. BRIM self-insurance programs may involve experience and exposure related premiums.

BRIM engages an independent actuary to assist in the determination of its premiums so as to minimize the likelihood of future premium adjustments to the Corporation or other participants in BRIM’s insurance programs. As a result, management does not expect significant differences between the premiums the Corporation is currently charged by BRIM and the ultimate cost of that insurance based on the Corporation’s actual loss experience. In the event such differences arise between estimated premiums currently charged by BRIM to the Corporation and the Corporation’s ultimate actual loss experience, the difference will be recorded, as the change in estimate becomes known.

- r. *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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.
- s. *Risks and Uncertainties* – The Corporation utilizes various investment instruments that are exposed to risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the fair values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the financial statements and accompanying notes.
- t. *Newly Adopted Statements Issued by the GASB* – During fiscal year 2010, the Corporation adopted GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*. This statement provides guidance regarding whether and when intangible assets should be considered capital assets for financial reporting purposes. The adoption of this statement did not have a material impact on the financial statements.

The Corporation also adopted GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*. This statement requires governmental entities to measure most derivative instruments at fair value as assets or liabilities. It also improves disclosure requirements surrounding the entity's derivative instrument activity, its objectives for entering into the derivative instrument, and the instrument's significant terms and risks. The adoption of this statement did not have a material impact on the financial statements.

- u. *Recent Statements Issued by the GASB* – The GASB has issued Statement No. 59, *Financial Instruments Omnibus*, effective for fiscal years beginning after June 15, 2010. This statement improves financial reporting by providing more complete information, by improving consistency of measurements, and by providing clarifications of existing standards related to certain financial instruments and external investment pools. The Corporation has not yet determined the effect that the adoption of Statement No. 59 may have on its financial statements.

3. CASH AND CASH EQUIVALENTS

Cash and cash equivalents at June 30, 2010 and 2009 consisted of bank deposits and money market funds, with carrying amounts at June 30, 2010 and 2009 of \$13.2 million and \$23.0 million, respectively, as compared with bank balances of \$13.0 million and \$23.6 million, respectively. The difference was primarily caused by items in transit and outstanding checks.

Cash in Bank. Through June 30, 2010, bank balances were 100% insured by the Federal Deposit Insurance Corporation and collateralized in the name of the Corporation. Sweep accounts tied to the bank accounts are collateralized with the bank through a Repurchase Agreement in the name of the Corporation.

Cash in Money Market. The underlying securities for the Money Market funds are U.S. Government securities.

4. INVESTMENTS

The Corporation had the following investments as of June 30 (dollars in thousands):

2010	Investment Type	Level 1	Level 2	Level 3	Fair Value
Mutual Bond Funds:					
	Dodge & Cox Income Fund	\$ 192	\$ 4,055	\$ -	\$ 4,247
Mutual Money Market Funds:					
	State Street Cash - SSGA Money Market		509		509
Other Investments-Commodity:					
	SPDR Gold Shares	608			608
State and Local Government Securities:					
	Auction Rate Certificates		7,475		7,475
Other Alternative Investments:					
	CF Absolute Return Investors B Blue			47	47
	CF Multi-Strategy Bond Investors Fund	2	4,514		4,516
	CF Multi-Strategy Equity Fund	76	4,241		4,317
	Robeco-Sage Capital International		607	508	1,115
		<u>\$ 878</u>	<u>\$ 21,401</u>	<u>\$ 555</u>	<u>\$ 22,834</u>
2009	Investment Type	Level 1	Level 2	Level 3	Fair Value
Mutual Money Market Funds:					
	State Street Cash - SSGA Money Market	\$ -	\$ 2,223	\$ -	\$ 2,223
Other Investments-Commodity:					
	SPDR Gold Shares	456			456
State and Local Government Securities:					
	Auction Rate Certificates		10,950		10,950
Other Alternative Investments:					
	CF Absolute Return Investors B Blue			396	396
	CF Multi-Strategy Bond Investors Fund		5,728		5,728
	CF Multi-Strategy Equity Fund		3,795		3,795
	Robeco-Sage Capital International			1,053	1,053
		<u>\$ 456</u>	<u>\$ 22,696</u>	<u>\$ 1,449</u>	<u>\$ 24,601</u>

Level 1 represents investments that have a quoted price in the active market. Level 2 represents investments with direct or indirect observable market inputs. Level 3 represents investments with no observable market.

As of June 30, 2010 and 2009, the Corporation's investments held with the West Virginia University Foundation, Incorporated (the "Foundation") were \$15.4 million and \$13.7 million, respectively. The Corporation's investments held with the Foundation and other agents are governed by an investment policy that determines the permissible investments by category. The holdings include appropriately rated U.S. debt securities as well as alternative investments. The investment policy outlines the acceptable exposure to each category of investment and generally outlines a liquidity goal. The policy also states that at no time will illiquid investment assets (defined as those assets that cannot be converted into cash within 90 days) exceed 5% of the Corporation's investments.

Beginning in April 2008, based on guidance from Bond Counsel, authority vested in the Corporation's investment policy and on a cost benefit comparison of available investments, the Corporation began to submit bids to purchase the University's Auction Rate Certificates (ARCs). The University, through its Board, issued ARC debt in 2004. These 2004 ARCs are variable rate debt that reset at auction every 28 days. Starting in December 2007, the market for ARCs and other Auction Rate Securities experienced significant turmoil. To address the ARC market's ability to function, the Securities and Exchange Commission (SEC) issued a letter which allowed issuers and/or their affiliates to bid on such ARCs to allow for a more reasonable interest rate relative to the issuers credit rating. Of the \$7.6 million of the University's ARCs outstanding at June 30, 2010, the Corporation owned \$7.5 million, or 99%. Of the \$11.6 million of the University's ARCs outstanding at June 30, 2009, the Corporation owned \$10.95 million, or 95%. In October 2009, there was a scheduled redemption of \$4.0 million. The University's remaining ARCs mature in October 2012.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. The Corporation's investment policy permits corporate securities rated not less than A by one major rating agency. Credit ratings were as follows at June 30:

Investment	2010 Standard & Poor's Rating	2009 Standard & Poor's Rating
State Street Cash - SSGA Money Market	Am	Am
CF Multi-Strategy Bond Investors Fund	AA	AA
Auction Rate Certificates	A+	A+

The remaining investments have not been rated. These funds are periodically evaluated at a blended rate.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Corporation's investments in the CF Multi-Strategy Bond Investors Fund, Auction Rate Certificates, and Dodge and Cox Income Fund are subject to interest rate risk. Interest rate risk is managed by limiting the time period or duration of the specific investment.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of investment in a single issuer.

At June 30, 2010, more than 5% of the Corporation's investments were in the Dodge & Cox Income Fund, Auction Rate Certificates, CF Multi-Strategy Bond Investors Fund and CFI Multi-Strategy Equity Fund. At June 30, 2009, more than 5% of the Corporation's investments were in the State Street Cash – SSGA Money Market, Auction Rate Certificates, Commonfund Multi-Strategy Bond Investors Fund, and Commonfund Institutional Multi-Strategy Equity Fund.

Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the agency will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. For the Corporation's investments, there was custodial credit risk related to SPDR Gold Shares which are uninsured and registered in State Street's name.

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. For the Corporation investments, there is no foreign currency risk.

5. CAPITAL ASSETS

Balances and changes in capital assets were as follows at June 30 (dollars in thousands):

2010	Beginning			Ending
	Balance	Additions	Reductions	Balance
Capital assets not being depreciated:				
Land	\$ 705	\$ -	\$ -	\$ 705
Construction in progress	16,784	12,292	(6,599)	22,477
Total capital assets not being depreciated	<u>\$ 17,489</u>	<u>\$ 12,292</u>	<u>\$ (6,599)</u>	<u>\$ 23,182</u>
Other capital assets:				
Buildings	\$ 27,828	\$ 416	\$ -	\$ 28,244
Equipment	-	7,919	(7,919)	-
Total other capital assets	27,828	8,335	(7,919)	28,244
Less accumulated depreciation for:				
Buildings	(7,577)	(557)	-	(8,134)
Other capital assets, net	<u>\$ 20,251</u>	<u>\$ 7,778</u>	<u>\$ (7,919)</u>	<u>\$ 20,110</u>
Capital Assets Summary:				
Capital assets not being depreciated	\$ 17,489	\$ 12,292	\$ (6,599)	\$ 23,182
Other capital assets	27,828	8,335	(7,919)	28,244
Total cost of capital assets	45,317	20,627	(14,518)	51,426
Less accumulated depreciation	(7,577)	(557)	-	(8,134)
Capital assets, net	<u>\$ 37,740</u>	<u>\$ 20,070</u>	<u>\$ (14,518)</u>	<u>\$ 43,292</u>
2009	Beginning			Ending
	Balance	Additions	Reductions	Balance
Capital assets not being depreciated:				
Land	\$ 705	\$ -	\$ -	\$ 705
Construction in progress	12,610	26,027	(21,853)	16,784
Total capital assets not being depreciated	<u>\$ 13,315</u>	<u>\$ 26,027</u>	<u>\$ (21,853)</u>	<u>\$ 17,489</u>
Other capital assets:				
Buildings	\$ 27,828	\$ -	\$ -	\$ 27,828
Equipment	-	7,840	(7,840)	-
Total other capital assets	27,828	7,840	(7,840)	27,828
Less accumulated depreciation for:				
Buildings	(7,021)	(499)	(57)	(7,577)
Other capital assets, net	<u>\$ 20,807</u>	<u>\$ 7,341</u>	<u>\$ (7,897)</u>	<u>\$ 20,251</u>
Capital Assets Summary:				
Capital assets not being depreciated	\$ 13,315	\$ 26,027	\$ (21,853)	\$ 17,489
Other capital assets	27,828	7,840	(7,840)	27,828
Total cost of capital assets	41,143	33,867	(29,693)	45,317
Less accumulated depreciation	(7,021)	(499)	(57)	(7,577)
Capital assets, net	<u>\$ 34,122</u>	<u>\$ 33,368</u>	<u>\$ (29,750)</u>	<u>\$ 37,740</u>

The Corporation capitalized interest on borrowings, net of interest earned on related debt of \$9,000 and \$19,000 during fiscal years 2010 and 2009, respectively.

6. LONG-TERM LIABILITIES

Balances and changes in long-term liabilities were as follows at June 30 (dollars in thousands):

2010	Beginning			Ending	Due within
	Balance	Additions	Reductions	Balance	One Year
Notes payable	\$ 25,796	\$ 420	\$ (592)	\$ 25,624	\$ 1,097
Accounts payable - West Virginia University	15,296	-	(732)	14,564	
Other noncurrent liabilities	45	67	-	112	
Total long-term liabilities	<u>\$ 41,137</u>	<u>\$ 487</u>	<u>\$ (1,324)</u>	<u>\$ 40,300</u>	
2009	Beginning			Ending	Due within
	Balance	Additions	Reductions	Balance	One Year
Notes payable	\$ 15,000	\$ 10,897	\$ (101)	\$ 25,796	\$ 593
Accounts payable - West Virginia University	8,760	6,536	-	15,296	
Other noncurrent liabilities	692	30	(677)	45	
Total long-term liabilities	<u>\$ 24,452</u>	<u>\$ 17,463</u>	<u>\$ (778)</u>	<u>\$ 41,137</u>	

7. NOTES PAYABLE

On September 7, 2005, the Board of Directors of the Corporation approved a borrowing plan by the Corporation of up to \$24.4 million to finance certain improvements at the University's Health Sciences Center (HSC). The West Virginia University Board of Governors has approved the Corporation entering into such transaction. The Corporation has entered into construction loan agreements with the West Virginia Housing Development Fund (WVHDF), the West Virginia Economic Development Authority (WVEDA), and the West Virginia Infrastructure and Jobs Development Council (IJDC).

WVHDF loan. WVHDF made a construction and term loan in the principal amount of \$6.0 million for the purpose of financing the construction of the Biomedical Research building and the HSC Learning Center and Library addition, and renovations to the existing HSC laboratories. The principal balance of the WVHDF loan bears interest at a fixed rate of 5.11% per annum. The rate is calculated on the basis of a 360-day year on amounts advanced. The note is due 240 months from the closing date of October 24, 2005.

A note modification agreement dated April 26, 2007 allowed the Corporation to accrue quarterly interest for the period beginning April 1, 2007 through January 31, 2009 and to add it to the principal amount of the loan. Commencing on February 1, 2009, such accrued interest is amortized and paid over the remaining term of the loan. Total principal remaining to be paid, including accrued interest, at June 30, 2010 and June 30, 2009 was \$6.1 million and \$6.4 million, respectively.

The loan is pledged by facilities and administrative revenues received by the Corporation under any grants, contracts, and other agreements on behalf of the HSC as follows:

- 1) 30% of the total HSC facilities and administrative revenues, up to a total of \$6.8 million (“threshold amount”) received by the Corporation in any single fiscal year.
- 2) 70% of the total HSC facilities and administrative revenues above the threshold amount received by the Corporation in such fiscal year.

WVEDA loan. WVEDA made a construction and term loan in the principal amount of \$9.0 million for the purpose of financing a portion of the Blanchette Rockefeller Neurosciences Institute building. The principal balance of the WVEDA loan bears interest at a fixed rate of 5.51% per annum. The note is due 240 months from the closing date of October 24, 2005.

Interest on the loan accrued but payment will be deferred for the first 36 months of the loan. Commencing on October 1, 2009, such accrued interest is amortized and paid over the remaining term of the loan. Total principal remaining to be paid, including accrued interest, at June 30, 2010 and June 30, 2009, was \$9.7 million and \$10.0 million, respectively.

The loan is pledged by facilities and administrative revenues received by the Corporation under any grants, contracts, and other agreements on behalf of the HSC as follows:

- 1) 30% of the total HSC facilities and administrative revenues, up to a total of \$6.8 million (“threshold amount”) received by the Corporation in any single fiscal year.
- 2) 70% of the total HSC facilities and administrative revenues above the threshold amount received by the Corporation in such fiscal year.

IJDC loan. IJDC made a construction and term loan in the principal amount of \$9.4 million for the purpose of financing a portion of the construction of certain improvements to the Blanchette Rockefeller Neurosciences Institute building and the Biomedical Research building. During fiscal year 2009, the Corporation drew down the entire \$9.4 million which is recorded as a note payable.

The proceeds of the IJDC loan were disbursed on a draw basis as construction progressed. The principal balance of the IJDC loan bears interest at a fixed rate of 3% per annum. The note is due 240 months from the closing date of October 24, 2005.

Interest on the loan accrued but payment will be deferred for five years from the date of closing. Commencing on October 24, 2010, such accrued interest is amortized and paid over the remaining term of the loan. Total principal remaining to be paid, including accrued interest, at June 30, 2010 and June 30, 2009, was \$9.8 million and \$9.4 million, respectively. After the expiration of the five year period, the interest rate applicable to \$3.0 million in principal for the balance of the term of the loan will be based on the satisfaction of certain employment criteria.

The loan is pledged by facilities and administrative revenues received by the Corporation under any grants, contracts, and other agreements on behalf of the HSC as follows:

- 1) 30% of the total HSC facilities and administrative revenues, up to a total of \$6.8 million (“threshold amount”) received by the Corporation in any single fiscal year.
- 2) 70% of the total HSC facilities and administrative revenues above the threshold amount received by the Corporation in such fiscal year.

Total principal and interest payments remaining to be paid at June 30, 2010 and June 30, 2009 were approximately \$35.5 million and \$36.2 million, respectively. Total facilities and administrative revenues earned by the HSC during fiscal years 2010 and 2009 were \$8.6 million and \$7.8 million, respectively. Total pledged revenue as of June 30, 2010 and June 30, 2009 was \$3.3 million and \$2.8 million, respectively.

The scheduled maturities of the notes payable are as follows (dollars in thousands):

Fiscal Year Ending June 30,	WVHDF Loan		WVEDA Loan		WVIJDC Loan		Total Principal
	Principal	Interest	Principal	Interest	Principal	Interest	
2011	\$ 264	\$ 307	\$ 414	\$ 524	\$ 419	\$ 196	\$ 1,097
2012	278	293	435	502	539	281	1,252
2013	292	278	461	476	556	264	1,309
2014	308	263	488	450	573	247	1,369
2015	324	247	515	423	591	229	1,430
2016-2020	1,891	963	3,047	1,643	3,238	862	8,176
2021-2025	2,441	414	4,015	675	3,771	330	10,227
2026	326	6	310	4	128	1	764
Notes Payable	6,124	<u>\$ 2,771</u>	9,685	<u>\$ 4,697</u>	9,815	<u>\$ 2,410</u>	25,624
Current Portion	264		414		419		1,097
Noncurrent Portion	<u>\$ 5,860</u>		<u>\$ 9,271</u>		<u>\$ 9,396</u>		<u>\$ 24,527</u>

8. RETIREMENT PLANS

Substantially all eligible employees of the Corporation participate in the Teachers Insurance and Annuities Association – College Retirement Equities Fund (TIAA-CREF).

The TIAA-CREF is a defined-contribution benefit plan in which benefits are based upon amounts contributed plus investment earnings. Each employee who elects to participate in these plans is required to make a contribution equal to 3% of their total annual compensation. The Corporation simultaneously matches the employees’ 3% contribution. Employees have the option of contributing an additional 1-3% of their total annual compensation to the plan, which is also matched by the Corporation. Contributions are immediately and fully vested.

Contributions to the TIAA-CREF were approximately as follows:

Fiscal Year Ending			
June 30,	Corporation	Employees	Total
2010	\$ 416,000	\$ 416,000	\$ 832,000
2009	338,000	338,000	676,000
2008	232,000	232,000	464,000

The Corporation's total payroll expense for fiscal years 2010 and 2009 was \$53.9 million and \$50.7 million, respectively (including payroll expense for employees of the University); total covered employees' salaries in the TIAA-CREF were \$8.0 million in fiscal year 2010 and \$6.5 million in fiscal year 2009.

9. COMMITMENTS

The Corporation has entered into contracts for the construction and improvement of various facilities. These outstanding contractual commitments totaled approximately \$4.9 million and \$6.5 million at June 30, 2010 and 2009, respectively.

10. AFFILIATED ORGANIZATIONS

The University (the Corporation's parent) is the sole member of the not-for-profit corporation. The Corporation receives grants on behalf of the University, some of which are for the construction and acquisition of capital assets. These expenditures are recorded on the Corporation's records and the completed asset is transferred to the University as the beneficiary of the asset. The Corporation also receives facilities and administration earnings generated from such grants, a portion of which is shared with the University. A liability has been recorded to reflect the facilities and administration earnings due to the University. The University and the Corporation have entered into an operating agreement whereby the University provides staffing to meet a portion of the Corporation's needs; the Corporation reimburses the University for the related salaries and benefits.

11. CONTINGENCIES

The nature of the educational industry is such that, from time to time, claims will be presented against universities and their operating units on account of alleged negligence, acts of discrimination, breach of contract or disagreements arising from the interpretation of laws or regulations. While some of these claims may be for substantial amounts, they are not unusual in the ordinary course of providing educational services in a higher education system. In the opinion of management, all known claims are covered by insurance or are such that an award against the Corporation would not have a material effect on the financial position of the Corporation.

Under the terms of federal grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to reimbursement to the grantor agencies. The Corporation's management believes disallowances, if any, will not have a material financial impact on the Corporation's financial position.

**12. NATURAL CLASSIFICATIONS WITH FUNCTIONAL CLASSIFICATION
(Dollars in Thousands)**

The Corporation's operating expenses by functional and natural classification are as follows:

Functional Classification	Year Ended June 30, 2010							Total	
	Salaries & Wages to the University	Benefits to the University	Scholarships & Fellowships	Utilities	Supplies & Other Services	Depreciation	Net Operating Expenses to the University		Other Operating Expenses
Instruction	\$ 4,372	\$ 768	\$ -	\$ -	\$ 2,680	\$ -	\$ -	\$ -	\$ 7,820
Research	37,287	6,832	-	1,068	29,343	-	-	-	74,530
Public Service	10,049	2,151	-	33	6,141	-	-	-	18,374
Academic Support	263	43	-	-	280	-	-	-	586
Student Services	-	-	-	-	1	-	-	-	1
Operation and Maintenance of Plant	3	-	-	-	6	-	-	-	9
General Institutional Support	1,884	481	-	-	3,537	-	-	46	5,948
Student Financial Aid	-	-	1,613	-	-	-	-	-	1,613
Depreciation	-	-	-	-	-	557	-	-	557
Net Operating Expenses to the University	\$ 53,858	\$ 10,275	\$ 1,613	\$ 1,101	\$ 41,988	\$ 557	\$ 15,246	\$ 46	\$ 124,684
Total Expenses									

Functional Classification	Year Ended June 30, 2009							Total	
	Salaries & Wages to the University	Benefits to the University	Scholarships & Fellowships	Utilities	Supplies & Other Services	Depreciation	Net Operating Expenses to the University		Other Operating Expenses
Instruction	\$ 4,113	\$ 765	\$ -	\$ 10	\$ 3,898	\$ -	\$ -	\$ -	\$ 8,786
Research	35,362	6,520	-	218	22,287	-	-	-	64,387
Public Service	9,153	1,900	-	27	4,993	-	-	-	16,073
Academic Support	2	34	-	-	224	-	-	-	260
Student Services	-	-	-	-	2	-	-	-	2
Operation and Maintenance of Plant	104	24	-	592	3,374	-	-	-	4,094
General Institutional Support	1,987	414	-	1	3,603	-	-	73	6,078
Student Financial Aid	-	-	1,667	-	-	-	-	-	1,667
Depreciation	-	-	-	-	-	499	-	-	499
Net Operating Expenses to the University	\$ 50,721	\$ 9,657	\$ 1,667	\$ 848	\$ 38,381	\$ 499	\$ 9,686	\$ 73	\$ 111,532
Total Expenses									

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

To the West Virginia University Research Corporation Board of Directors:

We have audited the accompanying financial statements of West Virginia University Research Corporation (the "Corporation") as of June 30, 2010, and have issued our report thereon dated October 12, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

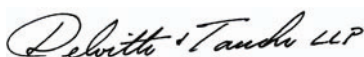
A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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

Compliance and Other Matters

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

This report is intended solely for the information and use of the West Virginia University Research Corporation Board of Directors, management of the Corporation, West Virginia University and the West Virginia Higher Education Policy Commission, federal and state awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



October 12, 2010

REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Directors of West Virginia University Research Corporation:

Compliance

We have audited West Virginia University Research Corporation's (the "Corporation") compliance 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 Corporation's major federal programs for the year ended June 30, 2010. The Corporation's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Corporation's management. Our responsibility is to express an opinion on the Corporation's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133. 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 Corporation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Corporation's compliance with those requirements.

In our opinion, the Corporation complied, in all material respects, with the 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, 2010.

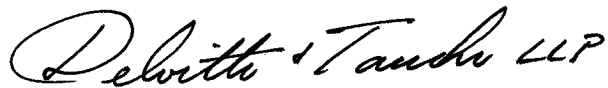
Internal Control Over Compliance

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

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be *material weaknesses*, as defined above.

This report is intended for the information and use of the West Virginia University Research Corporation Board of Directors, management of the Corporation, West Virginia University, and the West Virginia Higher Education Policy Commission, federal and state awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

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

October 29, 2010

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010**

Research and Development	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US Dept of Health & Human Services	Agency for Healthcare Research and Quality	93.RD		\$ 174,993
US Dept of Health & Human Services	Center for Disease Control & Prevention	93.RD		2,369,049
US Dept of Health & Human Services	Health Resources and Services Administration	93.RD		1,384,125
US Dept of Health & Human Services Direct Total				3,928,167
US Dept of Health & Human Services	University of Pittsburgh	93.121	N/A	355,230
US Dept of Health & Human Services	University of Pittsburgh	93.121	Agreement 108659-1	5
US Dept of Health & Human Services	University of Pittsburgh	93.121	Agreement 107342-1	37
US Dept of Health & Human Services	University of Pittsburgh	93.121	N/A	48,601
				<u>403,873</u>
US Dept of Health & Human Services	Arkansas Children's Hosp Rsrch	93.127	N/A	2,181
US Dept of Health & Human Services	Arkansas Children's Hosp Rsrch	93.127	N/A	5,889
				<u>8,070</u>
US Dept of Health & Human Services	University of South Carolina	93.155	PO# 72058J	79
US Dept of Health & Human Services	Special Olympics Inc	93.184	N/A	7,349
US Dept of Health & Human Services	Ctr to Protect Workers' Rights	93.262	Agreement 3001-011-04 Grant 6	10,124
US Dept of Health & Human Services	University of Pittsburgh	93.279	Project No. 116000-4 and 5	4,084
US Dept of Health & Human Services	University of Pittsburgh	93.279	Project # 116000-5	27,162
				<u>31,246</u>
US Dept of Health & Human Services	Association of American Medical Colleges	93.283	U36/CCU319276	151,377
US Dept of Health & Human Services	WV DHHS, Health & Human Srv	93.283	G090384	24,206
US Dept of Health & Human Services	WV DHHS, Health & Human Srv	93.283	N/A	327,886
US Dept of Health & Human Services	WV DHHS, Health & Human Srv	93.283	G090735	190
				<u>503,659</u>
US Dept of Health & Human Services	Eastern Cooperative Oncology Group	93.333	PSAWVA-01	43,250
US Dept of Health & Human Services	University of Pittsburgh	93.359	113155-3 0001707	2,250
US Dept of Health & Human Services	Ctr to Protect Workers' Rights	93.955	Agreement 1030-34 U54OH008307	25,775
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.988	G100959	48,318
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.988	G090909	234,999
				<u>283,317</u>
US Dept of Health & Human Services	WV DHHS, Maternal & Child Hlth	93.994	G090027	5,049
US Dept of Health & Human Services	WV DHHS, Maternal & Child Hlth	93.994	G100375	304,885
				<u>309,934</u>
US Dept of Health & Human Services Pass-Through Total				1,628,926
US Dept of Health & Human Services Total				5,557,093
US National Institute of Health	Division of Minority Opportunities in Research	93.RD		163,185
US National Institute of Health	Institute of Environmental Health	93.RD		307,430
US National Institute of Health	National Center for Complementary and Alternative Medicine	93.RD		87,909
US National Institute of Health	National Center for Research Resources	93.RD		3,042,807
US National Institute of Health	National Institute of Arthritis & Musculoskeletal & Skin Diseases	93.RD		290,494
US National Institute of Health	National Institute of Biomedical Imaging and Bioengineering	93.RD		185,148
US National Institute of Health	National Institute of Mental Health	93.RD		681,638
US National Institute of Health	Natl Cancer Institute	93.RD		2,110,719
US National Institute of Health	Natl Eye Institute	93.RD		1,041,209
US National Institute of Health	Natl Heart, Lung & Blood Institute	93.RD		3,153,295
US National Institute of Health	Natl Institute Deafness/Comm Disorders	93.RD		868,700
US National Institute of Health	Natl Institute Drug Abuse and Addiction	93.RD		323,141
US National Institute of Health	Natl Institute of Alcohol Abuse	93.RD		(2)
US National Institute of Health	Natl Institute of Allergy & Infection	93.RD		74,678
US National Institute of Health	Natl Institute of Biomedical Imaging & Bioengineering	93.RD		142,384
US National Institute of Health	Natl Institute of Child Hlth & Hum Dev	93.RD		189,323
US National Institute of Health	Natl Institute of Dental Research	93.RD		125,112
US National Institute of Health	Natl Institute of Metab & Digest Dis	93.RD		1,875,292
US National Institute of Health	Natl Institute on Aging	93.RD		646,322

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010**

Research and Development	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US National Institute of Health	Natl Library of Medicine	93.RD		\$ 248,148
US National Institute of Health	Neur Disease & Stroke	93.RD		772,928
US National Institute of Health	General Med Service	ARRA93.RD		291,205
US National Institute of Health	Institute on Drug Abuse	ARRA93.RD		47,759
US National Institute of Health	National Institute of Mental Health	ARRA93.RD		167,003
US National Institute of Health	National Institute on Aging	ARRA93.RD		169,510
US National Institute of Health	Natl Cancer Institute	ARRA93.RD		43,571
US National Institute of Health	Natl Heart, Lung & Blood Institute	ARRA93.RD		419,974
US National Institute of Health	Natl Institute Deafness/Comm Disorders	ARRA93.RD		164,923
US National Institute of Health	Natl Institute of Allergy & Infection	ARRA93.RD		121,290
US National Institute of Health	Natl Institute of Environmental Hlth Sciences	ARRA93.RD		855,842
US National Institute of Health	Natl Institute of Metab & Digest Dis	ARRA93.RD		138,139
US National Institute of Health	Neur Disease & Stroke	ARRA93.RD		203,957
US National Institute of Health	Research Resources	ARRA93.RD		944,358
US National Institute of Health Direct Total				19,897,391
US National Institute of Health	University of North Carolina	93.121	Subagreement No. 09-0291.1	4,401
US National Institute of Health	University of North Carolina	93.121	Subagreement No. 09-0293.2	16,757
US National Institute of Health	University of North Carolina	93.121	Subagreement No. 09-0296.1	26,427
US National Institute of Health	University of Pittsburgh	93.121	114009-2 Sub 0003867	52,039
				<u>99,624</u>
US National Institute of Health	University of Pittsburgh	93.218	0004060 Proj 404050-4	272,630
US National Institute of Health	Marshall University Research Corporation	93.273	PIRE Project 0458	77,753
US National Institute of Health	University of Mississippi	93.279	09-07-001	172,477
US National Institute of Health	University of Pittsburgh	93.279	Project No. 114558-4	2,567
US National Institute of Health	University of Pittsburgh	93.279	Project # 114558-5	23,803
US National Institute of Health	University of Pittsburgh	93.279	0008871 Proj 116353-2	13,244
				<u>212,091</u>
US National Institute of Health	Marshall University Research Corporation	93.389	P1000129	1,386,039
US National Institute of Health	Marshall University Research Corporation	93.389	NA	183,006
				<u>1,569,045</u>
US National Institute of Health	NSABP Foundation	93.395	Agreement TFED 133	24,433
US National Institute of Health	CTRC Research Foundation	93.399	CA37429	3,023
US National Institute of Health	University of Kentucky	93.399	UKRF 3049023622-10-296	16,391
				<u>19,414</u>
US National Institute of Health	University of Minnesota	93.701	PO Q6576112206	20,147
US National Institute of Health	Indiana University	93.853	R01 NS049436	3,927
US National Institute of Health	Medical University S Carolina	93.853	MUSC08-079	1,104
				<u>5,031</u>
US National Institute of Health	Luna Innovations Incorporated	93.855	Subgrant # 1847-NIH-1S/WVI	22,413
US National Institute of Health	University of Minnesota	93.859	Q6576117103 Amendment No. 1	8,769
US National Institute of Health	University of Minnesota	93.859	Q6576112206 Amendment 1	19,197
				<u>27,966</u>
US National Institute of Health	University of Kansas	93.865	FY2005-105 M3	7,545
US National Institute of Health	University of Western Ontario	93.865	2 R01 HD39916	150,196
				<u>157,741</u>
US National Institute of Health	Duke University	93.unknown	Site 148	12,830
US National Institute of Health	Mayo Clinic Rochester	93.unknown	NS 42759 Supplement	6,447
US National Institute of Health	Stanford University	93.unknown	13289460-30011-A	65,555
US National Institute of Health	Stanford University	93.unknown	13289460-30011-A	52,195
US National Institute of Health	University of Maryland	93.unknown	SR00000503 R01 DA013583	46,210
US National Institute of Health	University of North Carolina at Chapel H	93.unknown	UNC-CH Acct # 5-36466	996
				<u>184,233</u>

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010**

Research and Development	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US National Institute of Health	Marshall University Research Corporation	ARRA93.701	RC-P1001020	\$ 41,255
US National Institute of Health	Marshall University Research Corporation	ARRA93.701	RC-P1000397	64,245
US National Institute of Health	Marshall University Research Corporation	ARRA93.701	RC-P1001200	124,284
US National Institute of Health	The Commonwealth Med College	ARRA93.701	PO# 000000000000874	22,390
US National Institute of Health	University of Cincinnati	ARRA93.701	006416 PO L10-4500044803	1,355
US National Institute of Health	University of Florida	ARRA93.701	Sub UF09122 00077518	78,224
US National Institute of Health	University of Massachusetts	ARRA93.701	1RC1MH088716-01	20,747
US National Institute of Health	University of Minnesota	ARRA93.701	PO P000105331	145,251
US National Institute of Health	University of Montana	ARRA93.701	Subcontract PG10-64258-01	141,499
US National Institute of Health	University of North Carolina	ARRA93.701	A09-0117-S004 3R21DE01697003S1	16,473
				<u>655,723</u>
	US National Institute of Health Pass-Through Total			<u>3,348,244</u>
	US National Institute of Health Total			<u>23,245,635</u>
US Dept of Education	Office of Special Education & Rehabilitative Services	84.RD		137,563
	US Dept of Education Direct			<u>137,563</u>
US Dept of Education	Louisiana State University	84.133	33943	135,638
US Dept of Education	Syracuse University	84.133A	21625-01300 S01	55,756
US Dept of Education	University of California	84.928A	92-WV01	36,542
	US Dept of Education Pass-Through Total			<u>227,936</u>
	US Dept of Education Total			<u>365,499</u>
National Science Foundation	Biological Sciences	47.RD		566,041
National Science Foundation	Computer and Information Science and Engineering	47.RD		895,491
National Science Foundation	Engineering	47.RD		946,496
National Science Foundation	Geosciences	47.RD		301,733
National Science Foundation	International Science and Engineering	47.RD		67,547
National Science Foundation	Mathematical and Physical Sciences	47.RD		1,270,412
National Science Foundation	Social, Behavioral & Economic Sciences	47.RD		57,897
National Science Foundation	Computer and Information Science and Engineering	ARRA47.RD		34,089
National Science Foundation	Earth Science	ARRA47.RD		18,692
National Science Foundation	Engineering	ARRA47.RD		118,174
National Science Foundation	Mathematical and Physical Sciences	ARRA47.RD		347,782
	National Science Foundation Direct Total			<u>4,624,354</u>
National Science Foundation	Georgia Institute of Technology	47.041	R7653-G1	21,222
National Science Foundation	Illinois Institute Technology	47.070	SA350-0308-4477	33,505
National Science Foundation	Northern Arizona University	47.074	BIO325L-03 Subaward	23,047
National Science Foundation	WV Higher Education Policy Commission	47.076	EPS-07-01	96,694
National Science Foundation	WV Higher Education Policy Commission	47.076	EPS-07-01	1,091,557
National Science Foundation	WV Higher Education Policy Commission	47.076	EPS-07-01	720,482
				<u>1,908,733</u>
National Science Foundation	Carnegie Mellon University	47.unknown	1120635-181076	86,112
National Science Foundation	Natl Radio Astronomy Observatory	47.unknown	PO# 324123	16,867
National Science Foundation	Natl Radio Astronomy Observatory	47.unknown	GSSP09-0008	20,992
National Science Foundation	Natl Radio Astronomy Observatory	47.unknown	PO# 310849	18,032
National Science Foundation	University of Tennessee	47.unknown	OR1102-001.07	45,210
				<u>187,213</u>
National Science Foundation	WV Higher Education Policy Commission	ARRA47.082	HEPC.dsr.10.03	24,804
	National Science Foundation Pass-Through Total			<u>2,198,524</u>
	National Science Foundation Total			<u>6,822,878</u>

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010**

Research and Development	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US Dept of Agriculture	Agricultural Marketing Service	10.RD		\$ 25,171
US Dept of Agriculture	Agricultural Research Service	10.RD		980,302
US Dept of Agriculture	Animal and Plant Health Inspection Service	10.RD		52,580
US Dept of Agriculture	Cooperative State Research, Ed, & Extension Service	10.RD		1,339,726
US Dept of Agriculture	Farm Service Agency	10.RD		77
US Dept of Agriculture	Forest Service	10.RD		1,006,217
US Dept of Agriculture	National Institute of Food and Agriculture	10.RD		669,456
US Dept of Agriculture	Natural Resources Conservation Service	10.RD		117,797
US Dept of Agriculture	Rural Business-Cooperative Service	10.RD		19,251
				<u>4,210,577</u>
	US Dept of Agriculture Direct Total			<u>4,210,577</u>
US Dept of Agriculture	Mississippi State University	10.028	Subcontract # 080300-330301	290
US Dept of Agriculture	Mississippi State University	10.028	Subcontract No 080300-330439-0	5,431
				<u>5,721</u>
US Dept of Agriculture	University of Maryland	10.200	CA 08-03	13,110
US Dept of Agriculture	University of Maryland	10.200	CA 10-06 07-5-238423734	30,652
US Dept of Agriculture	University of Vermont	10.200	LNE06-249	2,923
				<u>46,685</u>
US Dept of Agriculture	Virginia Poly Institute	10.206	CR 19146-428435	38,396
US Dept of Agriculture	University of Vermont	10.215	ONE09-105	4,095
US Dept of Agriculture	University of Vermont	10.215	CNE07-037	9,018
				<u>13,113</u>
US Dept of Agriculture	University of Arkansas	10.303	Sub No UA-AES 90950-019	42,246
US Dept of Agriculture	University of Maryland	10.303	Z506008	729
US Dept of Agriculture	University of Maryland	10.303	Z524901	9,655
				<u>52,630</u>
US Dept of Agriculture	Cornell University	10.304	54039-8578	21,230
US Dept of Agriculture	Virginia Poly Institute	10.680	Subaward Agr 19147-428429	9,369
US Dept of Agriculture	Cornell University	10.683	57351-9055	9,343
US Dept of Agriculture	University of Tennessee	10.683	Prime Award 2008-0082-000	20,000
				<u>29,343</u>
US Dept of Agriculture	National Fish And Wildlife Foundation	10.912	2008-0110-010	139,484
US Dept of Agriculture	Cornell University	10.unknown	59257-9136	3,459
US Dept of Agriculture	New Mexico State University	10.unknown	2008-55215-18837	54,498
				<u>57,957</u>
	US Dept of Agriculture Pass-Through Total			<u>413,928</u>
	US Dept of Agriculture Total			<u>4,624,505</u>
Environmental Protection Agency	Office of Water	66.RD		35,906
	Environmental Protection Agency Direct Total			<u>35,906</u>
Environmental Protection Agency	Virginia Poly Institute	66.439	Sub Agr # CR-19147-415404	54,227

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

Research and Development	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
Environmental Protection Agency	WV Forest, Comrc, Labr Envn Res	66.460	NPS 1160	\$ 4
Environmental Protection Agency	WV Forest, Comrc, Labr Envn Res	66.460	NPS1223	9,544
Environmental Protection Agency	WV Forest, Comrc, Labr Envn Res	66.460	NPS 1161	423,735
Environmental Protection Agency	WV Forst, Comrc,Labr,Envn Prot	66.460	NPS1247	6,663
Environmental Protection Agency	WV Forst, Comrc,Labr,Envn Prot	66.460	NPS 1253	9,459
Environmental Protection Agency	WV Forst, Comrc,Labr,Envn Prot	66.460	NPS 1272	16,258
Environmental Protection Agency	WV Forst, Comrc,Labr,Envn Prot	66.460	NPS 1253	26,902
Environmental Protection Agency	WV Forst, Comrc,Labr,Envn Prot	66.460	NPS 1253	129
Environmental Protection Agency	WV Forst, Comrc,Labr,Envn Prot	66.460	NPS 1253 Amendment No. 2	1,047
Environmental Protection Agency	WV Forst, Comrc,Labr,Envn Prot	66.460	NPS 1296	1,345
Environmental Protection Agency	WV Forst, Comrc,Labr,Envn Prot	66.460	NPS 1253	4,962
Environmental Protection Agency	WV Forst, Comrc,Labr,Envn Prot	66.460	NPS 1273	8,284
				<u>508,332</u>
Environmental Protection Agency	Conservation Fund/Freshwater	66.unknown	CK758890	43,006
Environmental Protection Agency	Friends of the Cheat	66.unknown	CK1009882	36,601
				<u>79,607</u>
Environmental Protection Agency Pass-Through Total				<u>642,166</u>
Environmental Protection Agency Total				<u>678,072</u>
US Dept of Energy	Division of Coal Conversion & Utility	81.RD		2,780,292
US Dept of Energy	Office of Energy Efficiency and Renewable Energy	81.RD		117,088
US Dept of Energy	Office of Financial Assistance Program	81.RD		299,404
US Dept of Energy	Office of Science Financial Assistance Program (B)	81.RD		74,494
US Dept of Energy	Office of Science Research Programs	81.RD		290,711
US Dept of Energy	Office of Energy Efficiency and Renewable Energy	ARRA81.RD		50,599
				<u>3,612,588</u>
US Dept of Energy	University of Michigan	81.049	Subaward No. 3001346280	37,565
US Dept of Energy	University of Texas, Arlington	81.087	26-0801-2261	27,586
US Dept of Energy	Marshall Miller & Assoc., Inc	81.089	SSEB-SECARB2-998-T10-MMA-20	14,033
US Dept of Energy	Montana State University	81.089	G137-05-W0221 Mod 3	32,938
US Dept of Energy	Montana State University	81.089	G137-05-W0221 Mod 8	39,426
US Dept of Energy	Montana State University	81.089	G137-05-W0221 - Richard Bajura	40,406
US Dept of Energy	Montana State University	81.089	G137-05-W0221 Mod 8	162,481
US Dept of Energy	Penn State Univ	81.089	2695-WVU-DOE-1874	14,057
US Dept of Energy	Penn State Univ	81.089	3836-WVU-DOE-1874	32,115
US Dept of Energy	University of Kentucky	81.089	UKRF 4-69001-05-505	123,914
US Dept of Energy	Virginia Poly Institute	81.089	CR-19147-A-429231	1,059
US Dept of Energy	Virginia Poly Institute	81.089	CR-19147-B-429231	2,100
US Dept of Energy	Virginia Poly Institute	81.089	CR-19147-E-429231	13,920
US Dept of Energy	Virginia Poly Institute	81.089	CR-19147-C-429231	16,674
US Dept of Energy	Virginia Poly Institute	81.089	CR-19147-429231	27,473
US Dept of Energy	Virginia Poly Institute	81.089	CR-19147-D-429231	46,515
US Dept of Energy	Virginia Poly Institute	81.089	CR-19147-F-429231	92,030
				<u>659,141</u>

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

Research and Development	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US Dept of Energy	WV Development Office	81.117	04-728	\$ 321
US Dept of Energy	University of Texas, Arlington	81.unknown	26-0301-0661	243,983
US Dept of Energy	Battelle Memorial Institute	81.unknown	Subcontract 203115	84,933
US Dept of Energy	Battelle Memorial Institute	81.unknown	Contract 49640	1,502,876
US Dept of Energy	Booz-Allen & Hamilton, Inc	81.unknown	Prime DE-FE0004001	9,997
US Dept of Energy	Coordinating Research Council, Incorporated	81.unknown	CRC Contract # AVFL-16	145,527
US Dept of Energy	DVTI, Inc	81.unknown	Directed Vapor	5,000
US Dept of Energy	Gas Technology Institute	81.unknown	Subcont S-46 GTI Proj 20747	159,937
US Dept of Energy	Lockheed Martin Marietta Energy	81.unknown	19X-ST547C	(45)
US Dept of Energy	Lynx	81.unknown	Contract 10-C01	488,513
US Dept of Energy	Mack Trucks, Inc	81.unknown	DE-FC26-07NT43222	45,066
US Dept of Energy	Oak Ridge Associated Universities	81.unknown	Omega 3 Fatty Acids	4,950
US Dept of Energy	Oak Ridge Associated Universities	81.unknown	Heterogeneous Co-Regulation	5,000
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2161/41817M2100	258
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2161/41817M2100	447
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2143/71817M2100	1,536
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2142/41817M2100	2,045
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2192/41817M2100	3,773
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2169/41817M2100	6,136
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2158/41817M2100	7,576
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2176/41817M2100	8,415
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2172/41817M2100	8,790
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2164/41817M2100	10,415
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2164/41817M2100	12,303
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2158/41817M2100	14,058
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2178/41817M2100	15,151
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2162/41817M2100	17,168
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2163/41817M2100	17,962
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2193/41817M2100	18,368
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2170/41817M2100	18,670
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2180/41817M2100	21,300
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2184/41817M2100	21,391
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2163/41817M2100	22,733
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2165	23,115
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2162/41817M2100	23,358
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2130/41817M2100	23,997
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2156/41817M2100	24,897
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2154/41817M2100	25,061
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2180/41817M2100	25,615
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2153/41817M2100	28,016
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2155/41817M2100	31,137
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2140/41817M2100	31,542
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2177/41817M2100	33,732
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2149/41817M2100	34,281
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2154/41817M2100	34,513
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2186/41817M2100	34,732
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2157/41817M2100	37,522
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2190/41817M2100	37,587
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2169/41817M2100	37,654
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2176/41817M2100	39,036
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2153/41817M2100	39,832
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2129/41817M2100	42,932
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2124/41817M2100	43,642
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2137/41817M2100	47,403
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2178/41817M2100	49,368
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2123/41817M2100	49,415
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2157/41817M2100	52,129
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2191/41817M2100	55,623
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2187/41817M2100	56,953
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2124/41817M2100	62,542
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2173/41817M2100	65,863
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2159/41817M2100	65,913
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2177/41817M2100	68,322
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2179/41817M2100	75,411

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

Research and Development	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2133/41817M2100	\$ 76,091
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2140/41817M2100	77,929
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2129/41817M2100	79,701
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2145/41817M2100	79,927
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2159/41817M2100	85,078
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2160/41817M2100	103,276
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2171/41817M2100	110,983
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2195/41817M2100	111,658
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2152/41817M2100	117,853
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2138/41817M2100 Admin	119,203
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2186/41817M2100	129,001
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2179/41817M2100	133,462
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2172/41817M2100	140,178
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2187/41817M2100	140,484
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2126/41817M2100	151,609
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2160/41817M2100	154,326
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2175/41817M2100	155,825
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2174/41817M2100	167,572
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2156/41817M2100	168,035
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2139/41817M2100	212,607
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2194/41817M2100	226,330
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2166/41817M2100	227,096
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2173/41817M2100	260,490
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2189/41817M2100	320,829
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2138/41817M2100	355,652
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2139/41817M2100 Admin	839,966
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M4826/41817M2100	5,279
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M4825/41817M2100	12,138
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2198/41817M2100	13,819
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2197/41817M2100	39,274
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M4825/41817M2100	45,856
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M4826/41817M2100	66,625
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M4827/41817M2100	69,680
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2196/41817M2100	103,440
US Dept of Energy	Research And Development Solutions (RDS), LLC	81.unknown	41817M2155/41817M2100	42,000
US Dept of Energy	URS Corporation	81.unknown	2010-SC-RES-30033-023	397,304
US Dept of Energy	URS Corporation	81.unknown	2010-SC-RES-30033-023	801,077
US Dept of Energy	UT-Battelle, LLC	81.unknown	4000070456	27,595
US Dept of Energy	UT-Battelle, LLC	81.unknown	4000055911	40,537
US Dept of Energy	UT-Battelle, LLC	81.unknown	4000059216	50,480
US Dept of Energy	UT-Battelle, LLC	81.unknown	4000066071	77,244
US Dept of Energy	UT-Battelle, LLC	81.unknown	4000089562	60,062
US Dept of Energy	Virginia Poly Institute	81.unknown	CR-19147-429182	69,341
				<u>10,892,287</u>
US Dept of Energy	Keylogic Systems	ARRA81.unk	Sub K6000-020	15,562
US Dept of Energy	Gas Technology Institute	ARRA81.087	Sub S00000109	61,223
	US Dept of Energy Pass-Through Total			<u>11,693,685</u>
	US Dept of Energy Total			<u>15,306,273</u>

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010**

Research and Development	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US Dept of Interior	Bureau of Land Management	15.RD		\$ 22,909
US Dept of Interior	Fish and Wildlife Service	15.RD		24,603
US Dept of Interior	Geological Survey	15.RD		248,782
US Dept of Interior	Office of Surface Mining Reclamation & Enforcement	15.RD		110,681
US Dept of Interior Direct Total				406,975
US Dept of Interior	The American Chestnut Foundation	15.255	S08AP12906	8,504
US Dept of Interior	Americaview, Inc.	15.808	AV08-WV01	12,551
US Dept of Interior	Stephen F Austin State Univ	15.unknown	P1106080082	12,237
US Dept of Interior Pass-Through Total				33,292
US Dept of Interior Total				440,267
US Dept of Transportation	Federal Aviation Administration	20.RD		21,918
US Dept of Transportation	Federal Railroad Administration	20.RD		271,121
US Dept of Transportation	Federal Transit Administration	20.RD		628,986
US Dept of Transportation Direct Total				922,025
US Dept of Transportation	WV Dept of Highways	20.200	Research Project 218	6,297
US Dept of Transportation	WV Dept of Highways	20.200	Research Project 253	12,656
US Dept of Transportation	WV Dept of Highways	20.200	Research Project 251	18,033
US Dept of Transportation	WV Dept of Highways	20.200	Research Project 254	21,218
US Dept of Transportation	WV Dept of Highways	20.200	Research Project 245	37,162
US Dept of Transportation	WV Dept of Highways	20.200	Research Project # 221-B	39,927
US Dept of Transportation	WV Dept of Highways	20.200	Research Project 233	64,972
US Dept of Transportation	WV Dept of Highways	20.200	Research Project 241	75,183
US Dept of Transportation	WV Dept of Highways	20.200	Research Project 235	90,395
US Dept of Transportation	WV Dept of Highways	20.200	Research Project 244	110,858
US Dept of Transportation	WV Dept of Highways	20.200	Research Project 261	1,498
US Dept of Transportation	WV Dept of Highways	20.200	Research Project 257	2,102
US Dept of Transportation	WV Dept of Highways	20.200	Research Project # 256	2,452
US Dept of Transportation	WV Dept of Highways	20.200	Research Project 248	4,214
US Dept of Transportation	WV Dept of Highways	20.200	Research Project # 263	4,243
US Dept of Transportation	WV Dept of Highways	20.200	Research Project 254B	12,645
US Dept of Transportation	WV Dept of Highways	20.200	Research Project 253-B	15,470
US Dept of Transportation	WV Dept of Highways	20.200	Research Project # 221-C	27,303
US Dept of Transportation	WV Dept of Highways	20.200	Research Project 252-B	43,053
US Dept of Transportation	WV Dept of Highways	20.200	Research Project 251-B	61,811
				<u>651,492</u>
US Dept of Transportation	WV Dept of Highways	20.205	WVDOH RP 247	33,282
US Dept of Transportation	WV Dept of Highways	20.205	WVDOH RP#122	95,042
				<u>128,324</u>

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010**

Research and Development	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US Dept of Transportation	Long Beach Public Trans Co	20.unknown	Agreement 09-018 No. L39507	\$ 133,737
US Dept of Transportation	National Academy of Sciences	20.unknown	C-15	2,048
US Dept of Transportation	Penn State Univ	20.unknown	3601-WVU-COP-0401 WO #14	17,491
US Dept of Transportation	Penn State Univ	20.unknown	3526-WVU-USDOT-0003	288,616
US Dept of Transportation	University of Oklahoma	20.unknown	Subaward 2006-50	40,943
US Dept of Transportation	WV Dept of Highways	20.unknown	Research Project 220	1,653
US Dept of Transportation	WV Dept of Highways	20.unknown	Research Project 216	11,261
US Dept of Transportation	WV Dept of Highways	20.unknown	State Project X142-H-38.99-05	12,046
US Dept of Transportation	WV Dept of Highways	20.unknown	RP 213	24,023
US Dept of Transportation	WV Dept of Highways	20.unknown	Research Project RP 215	24,986
US Dept of Transportation	WV Dept of Highways	20.unknown	Research Project 217	32,122
US Dept of Transportation	WV Dept of Highways	20.unknown	Research Project 228	69,349
US Dept of Transportation	WV Dept of Highways	20.unknown	Research Project 240	145,802
US Dept of Transportation	WV Dept of Highways	20.unknown	State Project X142-H-38.99-05	243,696
US Dept of Transportation	WV Dept of Highways	20.unknown	Research Project 209	367,396
US Dept of Transportation	WV Dept of Highways	20.unknown	T699-LAP-1	4
US Dept of Transportation	WV Dept of Highways	20.unknown	T699-AMP-1.00	(441)
US Dept of Transportation	WV Dept of Highways	20.unknown	T699-DBA/R-1	(81)
US Dept of Transportation	WV Dept of Highways	20.unknown	RP 186	(13)
US Dept of Transportation	WV Dept of Highways	20.unknown	U399-MIT-IG-1.00STP-2000(048)E	70
US Dept of Transportation	WV Dept of Highways	20.unknown	Research Project 202	6,578
				<u>1,421,286</u>
	US Dept of Transportation Pass-Through Total			<u>2,201,102</u>
	US Dept of Transportation Total			<u>3,123,127</u>
US Dept of Defense	Advanced Research Projects Agency	12.RD		138,009
US Dept of Defense	Air Force, Office of Science Research	12.RD		72,445
US Dept of Defense	Department of the Air Force, Material Command	12.RD		106,317
US Dept of Defense	Department of the Army, Office of the Chief of Engineers	12.RD		58,350
US Dept of Defense	Department of the Navy	12.RD		307,374
US Dept of Defense	Office of Naval Research	12.RD		149,494
US Dept of Defense	US Army Material Command	12.RD		22,869
US Dept of Defense	US Army Medical Command	12.RD		92,856
	US Dept of Defense Direct Total			<u>947,714</u>
US Dept of Defense	Advanced Technology Institute	12.300	2010-304	323,323
US Dept of Defense	Augustasystems Inc.	12.300	ASI-NAVAIR-SYSOP-WVU-2008B	98,744
US Dept of Defense	Augustasystems Inc.	12.300	ASI-NAVAIR-SYSOP-WVU-2008A	120,825
US Dept of Defense	Penn State Univ-Res Acctg Dept	12.300	3865-WVU-ONR-0557	30,095
				<u>572,987</u>
US Dept of Defense	Advanced Technology Institute	12.unknown	W9113M-09-C-0158	126,272
US Dept of Defense	Augustasystems Inc.	12.unknown	ASI-NAVAIR-SYSOP-WVU-2008C	53,909
US Dept of Defense	CACI Technologies Inc	12.unknown	Subcontract No.: S08-085996	11,604
US Dept of Defense	Carnegie Mellon University	12.unknown	1130110-243898	15,224
US Dept of Defense	Grammatech, Inc	12.unknown	Agreement No: S10-01	22,518
US Dept of Defense	Innovative Scientific Sltms Inc	12.unknown	Subcontract No. SB02009	40,327
US Dept of Defense	Iron Bay Model Company	12.unknown	Compression Ignition	2,489
US Dept of Defense	Mantech Advnced Sysintrl, Inc	12.unknown	Letter Cont# LS-08-DLESP-00	150,750
US Dept of Defense	Physical Sciences Inc.	12.unknown	Agreement No. SC 47609-6130	11,459

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

Research and Development	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US Dept of Defense	Physical Sciences Inc.	12.unknown	Agreement No. SC 48689-6138	\$ 23,273
US Dept of Defense	Physical Sciences Inc.	12.unknown	Award No DE-SC0001023	29,999
US Dept of Defense	Rensselaer Polytechnic Ins	12.unknown	RPI Fund No. A12173	25,040
US Dept of Defense	The University of Iowa	12.unknown	PO 1000609162	1,587
US Dept of Defense	University of Arizona	12.unknown	Purchase Order No. Y503226	119,652
US Dept of Defense	University of Kentucky	12.unknown	UKRF 3048103876-08-162	165,105
				<u>799,208</u>
	US Dept of Defense Pass-Through Total			<u>1,372,195</u>
	US Dept of Defense Total			<u>2,319,909</u>
US Dept of Justice	Federal Bureau of Investigation	16.RD		1,315,498
US Dept of Justice	National Institute of Justice	16.RD		1,997,371
US Dept of Justice	Office of Community Oriented Policing Services	16.RD		142,555
US Dept of Justice	Office of Justice Programs	16.RD		1,234,860
	US Dept of Justice Direct Total			<u>4,690,284</u>
US Dept of Justice	Smolen-Emr+Assoc Architects	16.unknown	CK 22750	(128)
US Dept of Justice	Waynesburg College	16.unknown	Digital Forensics	45,449
	US Dept of Justice Pass-Through Total			<u>45,321</u>
	US Dept of Justice Total			<u>4,735,605</u>
US Department of Labor	Office of Disability Employment Policy	17.RD		1,097,363
US Department of Labor	Office of Disability Employment Policy	17.RD		2,995,866
	US Department of Labor Direct Total			<u>4,093,229</u>
US Dept of Labor	Wheeling Jesuit University	17.unknown	000006363	29,736
	US Dept of Labor Pass-Through Total			<u>29,736</u>
	US Dept of Labor Total			<u>4,122,965</u>
NASA	Aerospace Education Services Program	43.RD		823,694
NASA	NASA	43.RD		689,250
	NASA Direct Total			<u>1,512,944</u>
NASA	Smithsonian Astrophysical Obsr	43.unknown	GO9-0083A	41,683
NASA	Southwest Research Institute	43.unknown	Sub 799104L	73,020
NASA	University of Wisconsin-Madison	43.unknown	083K650	71,001
NASA	University of Wisconsin-Madison	43.unknown	NNX0AO15G Sub Award # 179K060	11,666
	NASA Pass-Through Total			<u>197,370</u>
	NASA Total			<u>1,710,313</u>

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

Research and Development	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
Appalachian Regional Commission	Appalachian Regional Development	23.RD		\$ 92,628
	Appalachian Regional Commission Direct Total			<u>92,628</u>
Appalachian Regional Commission	WV Development Office	23.unknown	09-ARC-P0539R	8,000
Appalachian Regional Commission	The Cadmus Group Inc	23.unknown	WVU-ARC-1 Prime# CO-16504-09	27,000
	Appalachian Regional Commission Pass-Through Total			<u>35,000</u>
	Appalachian Regional Commission Total			<u>127,628</u>
US Agency for International Dev	Higher Education of Development	98.012	523-A-00-06-00009-00	28,546
	US Agency for International Dev Pass-Through Total			<u>28,546</u>
	US Agency for International Dev Total			<u>28,546</u>
US Dept of Commerce	Economic Development Administration	11.RD		153,804
US Dept of Commerce	National Institute for Standards and Technology	11.RD		12,388
US Dept of Commerce	National Oceanic and Atmospheric Admin	11.RD		471,762
				<u>637,954</u>
	US Dept of Commerce Direct Total			<u>637,954</u>
	US Dept of Commerce Total			<u>637,954</u>
US Department of Homeland Security	Federal Emergency Management Agency	97.RD		63,791
US Department of Homeland Security	Homeland Security Research, Testing	97.RD		24,661
				<u>88,452</u>
	US Department of Homeland Security Direct Total			<u>88,452</u>
	US Department of Homeland Security Total			<u>88,452</u>
National Endowment for the Humanities	Humanities Foundation of WV	45.129	Grant No. 7083	1,500
	Nat'l Endowment for the Humanities Pass-Through Total			<u>1,500</u>
	Nat'l Endowment for the Humanities Total			<u>1,500</u>
	TOTAL RESEARCH AND DEVELOPMENT			<u>\$73,936,222</u>
				(Concluded)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

Other Programs	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US Dept of Health & Human Services	Model State-Supported Area Health Education Centers	93.107	U77 HP16458	\$ 239,984
US Dept of Health & Human Services	Maternal & Child Health Federal Consolidated Programs	93.110	D70MC09836	288,679
US Dept of Health & Human Services	Maternal & Child Health Federal Consolidated Programs	93.110	T73 MC 00043	645,874
US Dept of Health & Human Services	Maternal & Child Health Federal Consolidated Programs	93.110	T73 MC 00043	(234)
				<u>934,319</u>
US Dept of Health & Human Services	Centers for Research & Demonstr for Health Promo & Disease Prev	93.135	U48 DP000052	12,092
US Dept of Health & Human Services	Centers for Research & Demonstr for Health Promo & Disease Prev	93.135	U48 DP001921	153,996
US Dept of Health & Human Services	Centers for Research & Demonstr for Health Promo & Disease Prev	93.135	U48 DP000052	21,159
				<u>187,247</u>
US Dept of Health & Human Services	Research on Healthcare Costs, Quality & Outcomes	93.226	P20 HS015930	75,358
US Dept of Health & Human Services	Research on Healthcare Costs, Quality & Outcomes	93.226	R24 HS018622	99,064
				<u>174,422</u>
US Dept of Health & Human Services	Advanced Education Nursing Grant Programs	93.247	D09HP09085	249,553
US Dept of Health & Human Services	Poison Control Stabilization and Enhancement	93.253	H4BHS00010	4,323
US Dept of Health & Human Services	Poison Control Stabilization and Enhancement	93.253	H4BHS15504	128,300
				<u>132,623</u>
US Dept of Health & Human Services	Occupational Safety & Health Program	93.262	OH008431	301,031
US Dept of Health & Human Services	Occupational Safety & Health Program	93.262	212-2009-M-31886	5,936
US Dept of Health & Human Services	Occupational Safety & Health Program	93.262	212-2009-M-30140	41,604
				<u>348,571</u>
US Dept of Health & Human Services	Center for Disease Control and Prevention	93.283	U13 EH000529	2,912
US Dept of Health & Human Services	Advanced Education Nursing Traineeships	93.358	2 A 10 HP 00228-10-00	49,824
US Dept of Health & Human Services	Nurse Education, Practice and Retention Grants	93.359	D11HP09553	141,472
US Dept of Health & Human Services	Nurse Education, Practice and Retention Grants	93.359	D11 HP09553	196,575
				<u>338,047</u>
US Dept of Health & Human Services	Administration for Children and Families	93.632	90DD0629/02	24,812
US Dept of Health & Human Services	Administration for Children and Families	93.632	90DD0629	536,438
US Dept of Health & Human Services	Administration for Children and Families	93.632	90DD0535	56
				<u>561,306</u>
US Dept of Health & Human Services	Basic/Core Area Health Education Centers	93.824	U76 HP 00594	256,570
US Dept of Health & Human Services	Basic/Core Area Health Education Centers	93.824	U76 HP 00594	(255)
				<u>256,315</u>
US Dept of Health & Human Services	Grants for Residency Training in Primary Care Medicine & Dentistry	93.884	D56HP05229	187,017
US Dept of Health & Human Services	Grants for Residency Training in Primary Care Medicine & Dentistry	93.884	D58HP15645	185,587
				<u>372,604</u>

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

Other Programs	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US Dept of Health & Human Services	Health Care and Other Facilities	93.887	C76 HF10649	\$ 436,624
US Dept of Health & Human Services	Health Care and Other Facilities	93.887	C76 HF10647	2,315,769
US Dept of Health & Human Services	Health Care and Other Facilities	93.887	C76HF06184	2,427,625
US Dept of Health & Human Services	Health Care and Other Facilities	93.887	C76HF10648	189,000
US Dept of Health & Human Services	Health Care and Other Facilities	93.887	C76HF16464	<u>2,624,678</u>
				7,993,696
US Dept of Health & Human Services	Grants to Provide Outpatient Early Intervention Services	93.918	H76 HA 01719	436,070
US Dept of Health & Human Services	Public Health Traineeships	93.964	A 03 HP 15136	2,468
US Dept of Health & Human Services	Geriatric Education Centers	93.969	D31 HP 08832	460,493
US Dept of Health & Human Services	ARRA - National Health Service Corps Loan Repayment	ARRA93.401	HSH250200900055C REQ HRS19518	35,147
US Dept of Health & Human Services Direct Total				<u>12,775,601</u>
US Dept of Health & Human Services	Childrens Hospital Philadelphia	93.100	SUB 950576RSUB Site 13	13,272
US Dept of Health & Human Services	Childrens Hospital Philadelphia	93.100	CHOP 330180-01-13	<u>27,526</u>
				40,798
US Dept of Health & Human Services	University of Pittsburgh	93.145	114848-7 0002332	214
US Dept of Health & Human Services	University of Pittsburgh	93.145	114318-4 0002332	5,736
US Dept of Health & Human Services	University of Pittsburgh	93.145	0002332 Sub Project 116052-4	<u>289,729</u>
				295,679
US Dept of Health & Human Services	University of North Carolina At Chapel Hill	93.249	PO# W902164	2,414
US Dept of Health & Human Services	University of North Carolina At Chapel Hill	93.249	PO# W001823	<u>7,883</u>
				10,297
US Dept of Health & Human Services	Association of American Medical Colleges	93.283	U36/CCU319276	55,551
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.283	G090431	29,337
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.283	N/A	(230)
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.283	G060316	699
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.283	G100439	40,037
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.283	G100421	73,192
US Dept of Health & Human Services	WV DHHS, Preventive Med Serv	93.283	G080003	(145)
US Dept of Health & Human Services	WV DHHS, Preventive Med Serv	93.283	G100342	395,689
US Dept of Health & Human Services	WV DHHS, Preventive Med Serv	93.283	G090012	<u>37,278</u>
				631,408
US Dept of Health & Human Services	WV DHHS, Bureau For Children And Families	93.558	G090231	13,588
US Dept of Health & Human Services	WV DHHS, Bureau For Children And Families	93.558	G100313	544,411
US Dept of Health & Human Services	WV DHHS, Bureau For Children And Families	93.558	G100229	563,957
US Dept of Health & Human Services	WV DHHS, Health & Human Services	93.558	G090148	9,798
US Dept of Health & Human Services	WV DHHS, Health & Human Services	93.558	G100234	<u>756,815</u>
				1,888,569
US Dept of Health & Human Services	WV DHHS, Bureau For Children And Families	93.575	G100500	5,621
US Dept of Health & Human Services	WV DHHS, Bureau For Children And Families	93.575	G090488	<u>15,000</u>
				20,621
US Dept of Health & Human Services	WV DHHS, Bureau For Children And Families	ARRA93.713	G100972	<u>140,234</u>
	CCDF Cluster Total			<u>160,855</u>

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

Other Programs	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US Dept of Health & Human Services	WV DHHS, Health & Human Services	93.658	BCF70582 CO#1	\$ (185)
US Dept of Health & Human Services	WV DHHS, Health & Human Services	93.658	G090149	3,932
US Dept of Health & Human Services	WV DHHS, Health & Human Services	93.658	BCF10001	145,621
US Dept of Health & Human Services	WV DHHS, Health & Human Services	93.658	G100235	425,722
				<u>575,090</u>
US Dept of Health & Human Services	WV DHHS, Health & Human Services	93.674	G090134	69,587
US Dept of Health & Human Services	WV DHHS, Health & Human Services	93.674	G100233	383,694
				<u>453,281</u>
US Dept of Health & Human Services	WV Division of Rehab Services	93.779	NA	13,280
US Dept of Health & Human Services	WV Division of Rehab Services	93.779	N/A	361,470
US Dept of Health & Human Services	WV Division of Rehab Services	93.779	NA	78,454
US Dept of Health & Human Services	WV Division of Rehab Services	93.779	N/A	203,565
				<u>656,769</u>
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.889	G090563	14,042
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.889	G100565	34,244
				<u>48,286</u>
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.940	G090720	20,501
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.940	G090719	108,530
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.940	G100694	11,527
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.940	G100695	74,619
				<u>215,177</u>
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.945	G090426	6,195
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.945	G100416	146,406
				<u>152,601</u>
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.988	G080945	2
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.988	G090908	98,080
US Dept of Health & Human Services	WV DHHS, Bureau of Public Hlth	93.988	N/A	20,700
				<u>118,782</u>
US Dept of Health & Human Services	WV DHHS, Health & Human Services	93.994	G090415	3,079
US Dept of Health & Human Services	WV DHHS, Health & Human Services	93.994	G100383	343,377
				<u>346,456</u>
US Dept of Health & Human Services	Human Resource Development Foundation, Inc.	93.unknown	CK619	36,385
US Dept of Health & Human Services	Rural Community Assistance Program, Inc	93.unknown	CK1231	7,384
US Dept of Health & Human Services	Rural Community Assistance Program, Inc	93.unknown	Community Services Block Grant (CSBG) Rural Commun	11,030
US Dept of Health & Human Services	Unisys Corporation	93.unknown	341916	317,100
US Dept of Health & Human Services	WV Division of Rehab Services	93.unknown	West Virginia Work Incentive Planning and Assistan	39,439
				<u>411,338</u>
US Dept of Health & Human Services Pass-Through Total				<u>6,005,386</u>
US Dept of Health & Human Services Total				<u>18,780,987</u>

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

Other Programs	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US National Institute of Health	Research Related to Deafness and Communication Disorders	93.173	F32DC008730	\$ 2,372
US National Institute of Health	Research Related to Deafness and Communication Disorders	93.173	F32 DC010546	10,707
				<u>13,079</u>
US National Institute of Health	National Center for Research Resources	93.389	R25 RR12329	(20)
US National Institute of Health	National Center for Research Resources	93.389	R25 RR023274	49,043
US National Institute of Health	National Center for Research Resources	93.389	R25 RR023274	238,621
				<u>287,644</u>
US National Institute of Health	Lung Diseases Research	93.838	F31 HL085916-01A1	12,333
US National Institute of Health	CIS 2005	93.unknown	HHSN261200511004C	539,143
US National Institute of Health	Trans-NIH Recovery Act Research Support	ARRA93.701	R25 RR023274	45,009
	US National Institute of Health Direct Total			<u>897,208</u>
US National Institute of Health	University of Minnesota	93.393	1 R01CA141531-01 /N000715602	19,608
US National Institute of Health	University of Kentucky	93.399	N/A	(528)
US National Institute of Health	University of Kentucky	93.399	3048105691-09-402	203,055
				<u>202,527</u>
US National Institute of Health	University of Colorado	93.866	FY10.001.106 Project # 2574327	13,470
US National Institute of Health	University of Maryland	93.unknown	SR00000092	4,986
US National Institute of Health	University of Puerto Rico Medical Sciences Campus	93.unknown	UPR-MSc Grant#SH-16596-07-60-F	19,652
				<u>24,638</u>
	US National Institute of Health Pass-Through Total			<u>260,243</u>
	US National Institute of Health Total			<u>1,157,451</u>
US Dept of Education	TRIO - Student Support Services	84.042	P042A050513	10,000
US Dept of Education	TRIO - Student Support Services	84.042	P042A050513	279,348
				<u>289,348</u>
US Dept of Education	TRIO Upward Bound	84.047	P047A070304	16,530
US Dept of Education	TRIO Upward Bound	84.047	P047A070304	247,255
				<u>263,785</u>
	TRIO Cluster Total			<u>553,133</u>
US Dept of Education	Fund for the Improvement of Postsecondary Education	84.116	P116J090040	84,245
US Dept of Education	Fund for the Improvement of Postsecondary Education	84.116	P116M060011	47,258
US Dept of Education	Fund for the Improvement of Postsecondary Education	84.116	P116N070005	40,177
				<u>171,680</u>
US Dept of Education	Rehabilitation Long-Term Training	84.129	H129B040053	2,822
US Dept of Education	Rehabilitation Long-Term Training	84.129	H129W090003	165,485
				<u>168,307</u>

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

Other Programs	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US Dept of Education	Assistive Technology	84.224	H224A100047	\$ 270,027
US Dept of Education	Spec Ed Prep to Improve Svcs & Results for Children with Disabilities	84.325	H325A040051	130,020
US Dept of Education	Spec Ed Prep to Improve Svcs & Results for Children with Disabilities	84.325	H325D070074	99,427
US Dept of Education	Spec Ed Prep to Improve Svcs & Results for Children with Disabilities	84.325	H325K080222	87,654
US Dept of Education	Spec Ed Prep to Improve Svcs & Results for Children with Disabilities	84.325	H325K051192	90,291
				<u>407,392</u>
US Dept of Education	Demo Projects to Ensure Disabled Students Receive Higher Ed	84.333	P333A080020	238,440
US Dept of Education	Child Care Access Means Parents in School	84.335	P335A060411	124,521
	US Dept of Education Direct Total			<u>1,933,500</u>
US Dept of Education	WV Department of Education	84.173	C290192	8
US Dept of Education	WV Department of Education	84.173	C301217Project Code 43-9-3X	1,666
US Dept of Education	WV Department of Education	84.173	C278637Project Code 43-8-3X	2,372
US Dept of Education	WV Department of Education	84.173	C313120	8,133
US Dept of Education	WV Department of Education	84.173	C278635 Project Code 43-8-3X	948
US Dept of Education	WV Department of Education	84.173	C334844 Project Code 43-0-5	7,752
US Dept of Education	WV Department of Education	84.173	C323895 Project Code 43-0-3X	24,385
US Dept of Education	WV Department of Education	84.173	C323893 Project Code 43-0-3X	30,879
				<u>76,143</u>
US Dept of Education	WV Division of Rehab Services	84.224	WVATS	82,163
US Dept of Education	WV Division of Rehab Services	84.224	WVATS	(17,239)
				<u>64,924</u>
US Dept of Education	WV Higher Education Policy Commission	84.367	ID# ITQ-08-WVU-01	287
US Dept of Education	WV Department of Education	84.unknown	Grant No. 61768	2,039
US Dept of Education	WV Division of Rehab Services	84.unknown	ACH090608	163,037
US Dept of Education	WV Higher Education Policy Commission	84.unknown	Grant # 2010-WVH1N1-16	24,957
				<u>190,033</u>
	US Dept of Education Pass-Through Total			<u>331,387</u>
	US Dept of Education Total			<u>2,264,887</u>
National Science Foundation	Engineering Grants	47.041	EEC 0741399	5,495
National Science Foundation	Mathematical and Physical Sciences	47.049	DMR-0647763	61,112
National Science Foundation	Education and Human Resources	47.076	DUE-0525484	67,475
National Science Foundation	Education and Human Resources	47.076	DUE-0833111	107,053
National Science Foundation	Education and Human Resources	47.076	DUE-0525484	398,026
National Science Foundation	Education and Human Resources	47.076	DUE-0919800	601
National Science Foundation	Education and Human Resources	47.076	DUE-0919800	10,665
				<u>583,820</u>

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

Other Programs	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
National Science Foundation	International Science and Engineering (OISE)	47.079	OISE-0936670	\$ 1,680
National Science Foundation Direct Total				<u>652,107</u>
National Science Foundation	University of Kentucky	47.076	Sub - UKRF 3048032200-07-249	12,068
National Science Foundation	University of Kentucky	47.076	Sub - UKRF 3048032200-07-249	33,845
				<u>45,913</u>
National Science Foundation	American Physical Society	47.unknown	Check No. 149827	6,023
National Science Foundation	Natl Radio Astronomy Observatory	47.unknown	PO 317241 Task Order 01	97,123
National Science Foundation	Natl Radio Astronomy Observatory	47.unknown	PO 317241 Task Order 01	8,927
				<u>112,073</u>
National Science Foundation Pass-Through Total				<u>157,986</u>
National Science Foundation Total				<u>810,093</u>
US Dept of Agriculture	International Science and Education Grants	10.305	2006-51160-03393	9,093
US Dept of Agriculture	Cooperative Extension Service	10.500	2005-41520-03189	24,464
US Dept of Agriculture	Cooperative Extension Service	10.500	2009-41520-05419	95,019
				<u>119,483</u>
US Dept of Agriculture	Forestry Research	10.652	09-DG-11242305-028	3
US Dept of Agriculture	Forest Stewardship Program	10.678	06-DG-11244225-265	62
US Dept of Agriculture	Technical Assistance and Training Grants	10.761	Grant 20	8,876
US Dept of Agriculture	Technical Assistance and Training Grants	10.761	Grant 21	348,577
US Dept of Agriculture	Technical Assistance and Training Grants	10.761	N/A	1,199,333
				<u>1,556,786</u>
US Dept of Agriculture	Solid Waste Management Grants	10.762	Grant 17	71
US Dept of Agriculture	Environmental Quality Incentive Program	10.912	68-3A75-6-145	12,725
US Dept of Agriculture	Environmental Quality Incentive Program	10.912	NRCS 69-3A75-9-144	15,203
				<u>27,928</u>
US Dept of Agriculture Direct Total				<u>1,713,426</u>
US Dept of Agriculture	University of Vermont	10.215	Sub# SNE08-30	69,107
US Dept of Agriculture	University of Vermont	10.215	ONE09-111	3,670
				<u>72,777</u>
US Dept of Agriculture	WV Agric, Rural Resources Div	10.458	ID C267194	871
US Dept of Agriculture	WV Agric, Rural Resources Div	10.458	08-IE-0833-0122	113,346
US Dept of Agriculture	WV Agric, Rural Resources Div	10.458	09-IE-0833-0126	84,997
				<u>199,214</u>

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010**

Other Programs	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US Dept of Agriculture	Kansas State University	10.500	S08144 2007-48661-03868	\$ 20,854
US Dept of Agriculture	North Carolina State University	10.500	2008-0590-27	5,198
US Dept of Agriculture	University of Vermont	10.500	ENE08-109	14,753
				<u>40,805</u>
US Dept of Agriculture	WV Department of Education	10.559	N/A	(23)
US Dept of Agriculture	WV Department of Education	10.559	Grant 61775 FY2009	3,294
US Dept of Agriculture	WV Department of Education	10.559	Grant 51251 FY2009	6,873
US Dept of Agriculture	WV Department of Education	10.559	Grant ID# 52311	12,742
US Dept of Agriculture	WV Department of Education	10.559	Grant No 50738	61,146
				<u>84,032</u>
US Dept of Agriculture	WV DHHS, Health & Human Services	10.561	G090489	921,609
US Dept of Agriculture	WV DHHS, Health & Human Services	10.561	G100506	891,719
				<u>1,813,328</u>
US Dept of Agriculture	National Fish And Wildlife Foundation	10.912	2008-0116-043	25,264
US Dept of Agriculture	National Fish And Wildlife Foundation	10.912	2008-0116-042	73,030
				<u>98,294</u>
US Dept of Agriculture	Coaltec Energy Use, Inc.	10.unknown	CK2165484	20,873
	US Dept of Agriculture Pass-Through Total			<u>2,329,323</u>
	US Dept of Agriculture Total			<u>4,042,749</u>
Environmental Protection Agency	Surveys, Studies, Investigations Relating to the Clean Air Act	66.034	XA-83060701	(3,126)
Environmental Protection Agency	Surveys, Studies, Investigations, Demonstrations, and Training Grants	66.424	X6-83379201	596,037
Environmental Protection Agency	Surveys, Studies, Investigations, Demos, Training Grants & Coop Agreements	66.436	X7-83410001	25,210
	Environmental Protection Agency Direct Total			<u>618,121</u>
Environmental Protection Agency	WV DHHS, Environment Hlth Serv	66.468	G090517	83,154
Environmental Protection Agency	WV DHHS, Environment Hlth Serv	66.468	G090518	101,134
Environmental Protection Agency	WV DHHS, Environment Hlth Serv	66.468	G100524	6,766
				<u>191,054</u>
Environmental Protection Agency	Lincoln County Commission	66.606	Coop Agr. 83212101	35,349
Environmental Protection Agency	Canaan Valley Institute	66.unknown	MA0007	(708)
	Environmental Protection Agency Pass-Through Total			<u>225,695</u>
	Environmental Protection Agency Total			<u>843,816</u>
US Dept of Energy	Office of Science Financial Assistance Program	81.049	DE-FG02-08-CH11497	522,955
US Dept of Energy	Conservation Research and Development	81.086	DE-EE0001696	296,416
US Dept of Energy	Fossil Energy Research and Development	81.089	DE-FE0001248	135,312

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

Other Programs	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US Dept of Energy	NETL HSON	81.unknown	DE-NT0007119	\$ 61,055
US Dept of Energy	NETL HSON	81.unknown	DE-FE0001835	22,896
US Dept of Energy	NETL HSON	81.unknown	DE-FE0003990	24,900
				<u>108,851</u>
US Dept of Energy	Conservation Research and Development	ARRA81.086	DE-EE0002108	1,236,142
	US Dept of Energy Direct Total			<u>2,299,676</u>
US Dept of Energy	Duke University	81.unknown	U60-OH009762	14,466
US Dept of Energy	Houston Advanced Research Center	81.unknown	08122-35 R10	26,339
US Dept of Energy	Petroleum Tech Transfer Council	81.unknown	PTTC SUB 0695	15,567
US Dept of Energy	Petroleum Tech Transfer Council	81.unknown	PTTC SUB 09-001	10,383
US Dept of Energy	Petroleum Tech Transfer Council	81.unknown	PTTC SUB 0695	12,000
	US Dept of Energy Pass-Through Total			<u>78,755</u>
	US Dept of Energy Total			<u>2,378,431</u>
US Dept of Labor	Occupational and Safety and Health Susan Harwood Training Grant	17.502	SH-16624-07-60-F-54	11,383
US Dept of Labor	Occupational and Safety and Health Susan Harwood Training Grant	17.502	SH-16614-07-60-F-54	14,882
US Dept of Labor	Occupational and Safety and Health Susan Harwood Training Grant	17.502	SH-17790-08-60-F-54	20,268
US Dept of Labor	Occupational and Safety and Health Susan Harwood Training Grant	17.502	SH-16607-07-06-F-54	22,990
US Dept of Labor	Occupational and Safety and Health Susan Harwood Training Grant	17.502	SH-19490-09-60-F-54	69,619
	US Dept of Labor Direct Total			<u>139,142</u>
US Dept of Labor	Concepts Incorporated	17.unknown	Concepts Task Order	53,699
US Dept of Labor	University of Puerto Rico Medical Sciences Campus	17.unknown	UPR-MSG Grant # 46B6-HT35	533
US Dept of Labor	Wheeling Jesuit University	17.unknown	000006364	19,759
US Dept of Labor	Workforce West Virginia	17.unknown	Grant # PY09-NAV-01	228,514
	US Dept of Labor Pass-Through Total			<u>302,505</u>
	US Dept of Labor Total			<u>441,647</u>
US Dept of Interior	Office of Surface Mining Reclamation and Enforcement	15.250	Coop Agr # S09AC16053	21,608
US Dept of Interior	Abandoned Mine Land Reclamation	15.252	Coop Agr # S08AP12920	94,292
US Dept of Interior	Rivers, Trails and Conservation Assistance	15.921	H4507-07-0514	8,709
US Dept of Interior	National Park Service	15.unknown	Order # P4780090008	3,751
	US Dept of Interior Direct Total			<u>128,360</u>
US Dept of Interior	America View, Inc.	15.unknown	AV08-WV03	7,755
US Dept of Interior	West Penn Hospital Foundation	15.unknown	AV08-WV04	59,730
	US Dept of Interior Pass-Through Total			<u>67,485</u>
	US Dept of Interior Total			<u>195,845</u>

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

Other Programs	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
US Dept of Justice	National Institute of Justice Research, Eval & Development	16.560	2009-DI-BX-K012	\$ 15,852
US Dept of Justice	National Institute of Justice Research, Eval & Development	16.560	2009-DI-BX-K012	30,430
				<u>46,282</u>
US Dept of Justice	Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	2008-DN-BX-K223	42,498
US Dept of Justice	Bureau of Prisons	16.unknown	DJB11301036	14,061
US Dept of Justice	National Institute of Justice	16.unknown	2003-RC-CX-K001	13,682
US Dept of Justice	National Institute of Justice	16.unknown	2003-RC-CX-K001	253,296
				<u>281,039</u>
	US Dept of Justice Direct Total			<u>369,819</u>
US Dept of Justice	Waynesburg College	16.unknown	Teaching with Primary Sources: A Pre-Service Teac	7,561
	US Dept of Justice Pass-Through Total			<u>7,561</u>
	US Dept of Justice Total			<u>377,380</u>
US Dept of Homeland Security	State and Local Homeland Security Training Program	97.005	2008-GT-T8-K007	226,885
US Dept of Homeland Security	State and Local Homeland Security Training Program	97.005	2009-DM-T9-K009	477,296
				<u>704,181</u>
US Dept of Homeland Security	State Fire Training Systems Grants	97.043	EMW-2008-GR-0705	5,580
US Dept of Homeland Security	State Fire Training Systems Grants	97.043	2009-RB-63-0090	23,532
				<u>29,112</u>
	US Dept of Homeland Security Direct Total			<u>733,293</u>
	US Dept of Homeland Security Total			<u>733,293</u>
Corp Natl/Community Service	WV Comm for Natl/Community Service	94.004	06 KCHWV001-0820	8,671
Corp Natl/Community Service	WV Comm for Natl/Community Service	94.006	06ACHWV001004	2,027
Corp Natl/Community Service	WV Comm for Natl/Community Service	94.006	06ACHWV001004-02	1,020,141
Corp Natl/Community Service	WV Comm for Natl/Community Service	94.006	06ACHWV001004	151,963
				<u>1,174,131</u>
Corp Natl/Community Service	WV Comm for Natl/Community Service	ARRA94.006	09RFHWV001-01	159,170
	Corp Natl/Community Service Pass-Through Total			<u>1,341,972</u>
	Corp Natl/Community Service Total			<u>1,341,972</u>

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

Other Programs	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
National Endowment for the Humanities	Humanities Foundation of WV	45.129	Grant No. 9133	\$ 4,796
National Endowment for the Humanities	Humanities Foundation of WV	45.129	Grant No. 9132	12,903
National Endowment for the Humanities	Humanities Foundation of WV	45.129	Grant No 10122	2,198
National Endowment for the Humanities	Humanities Foundation of WV	45.129	Grant # 10,141	7,661
				<u>27,558</u>
	National Endowment for the Humanities Pass-Through Total			<u>27,558</u>
	National Endowment for the Humanities Total			<u>27,558</u>
US Agency for International Dev	World Learning	97.unknown	Farm Managers Uzbk - Visitor	919
US Agency for International Dev	World Learning	97.unknown	Effective Farm Management Uzbk	2,106
				<u>3,025</u>
	US Agency for International Dev Pass-Through Total			<u>3,025</u>
	US Agency for International Dev Total			<u>3,025</u>
US Dept of Commerce	Census Bureau Data Products	11.001	PO# YA132310SE0453	1,043
	US Dept of Commerce Direct Total			<u>1,043</u>
US Dept of Commerce	Workforce West Virginia	11.unknown	CK1007348575	8,615
	US Dept of Commerce Pass-Through Total			<u>8,615</u>
	US Dept of Commerce Total			<u>9,658</u>
US Dept of Defense	Collaborative Research and Development	12.114	W91237-09-P-0089	37,907
	US Dept of Defense Direct Total			<u>37,907</u>
	US Dept of Defense Total			<u>37,907</u>
US Dept of Housing and Urban Development	Community Development Block Grants	14.246	B-05-SP-WV-0330	16,162
	US Dept of Housing and Urban Development Direct Total			<u>16,162</u>
	US Dept of Housing and Urban Development Total			<u>16,162</u>
Department of the Treasury	Low Income Tax Clinics	21.008	2010158	8,378
Department of the Treasury	Low Income Tax Clinics	21.008	2009161	25,435
				<u>33,813</u>
	Department of the Treasury Direct Total			<u>33,813</u>
	Department of the Treasury Total			<u>33,813</u>

(Continued)

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2010

Other Programs	Federal Division/Pass Through Entity	CFDA #	Contract Number	Federal Expenditures
Federal Agency:				
NASA	Aerospace Education Services Program	43.001	NNG05GF80H	\$ 754,406
NASA	Aerospace Education Services Program	43.001	NNX09AU77G	9,222
				<u>763,628</u>
	NASA Direct Total			<u>763,628</u>
	NASA Total			<u>763,628</u>
Small Business Administration	Small Business Development Centers	59.037	SBAHQ-08-1-0147	163,293
	Small Business Administration Direct Total			<u>163,293</u>
	Small Business Administration Total			<u>163,293</u>
Social Security Administration	Human Resource Development Foundation, Inc.	96.unknown	Youth Transition Demonstration Services	1
Social Security Administration	Human Resource Development Foundation, Inc.	96.unknown	Youth Transition Demonstration Services/HRDF, Inc.	42,675
Social Security Administration	WV Parent Training & Info	96.unknown	Family to Family	37,535
				<u>80,211</u>
	Social Security Administration Pass-Through Total			<u>80,211</u>
	Social Security Administration Total			<u>80,211</u>
US Dept of Transportation	WV Dept of Highways	20.unknown	ACH071709	305,652
US Dept of Transportation	WV Dept of Highways	20.unknown	RP 266	8,087
US Dept of Transportation	WV Dept of Highways	20.unknown	RP 265	10,566
				<u>324,305</u>
	US Dept of Transportation Pass-Through Total			<u>324,305</u>
	US Dept of Transportation Total			<u>324,305</u>
	Total Other Programs			<u>34,828,111</u>
	TOTAL RESEARCH AND DEVELOPMENT AND OTHER PROGRAMS			<u>\$ 108,764,333</u>
				(Concluded)

See notes to schedule of expenditures of federal awards.

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation — The accompanying financial schedule includes certain expenditure accounts of the West Virginia University Research Corporation (the “Corporation”). Such financial schedule has been prepared on the accrual basis in accordance with generally accepted accounting principles for state-assisted colleges and universities.

Subrecipients — Certain funds are passed-through to subgrantee organizations by the Corporation. Expenditures incurred by the subgrantees and reimbursed by the Corporation are included in the Schedule of Expenditures of Federal Awards. Total subrecipient disbursements for the year ended June 30, 2010, were \$9,310,023.

The Corporation is also the subrecipient of federal funds which have been reported as expenditures and listed as federal pass-through funds.

2. REIMBURSEMENT OF FACILITIES AND ADMINISTRATIVE COSTS

U.S. Office of Management and Budget (OMB) Circular A-21 (A-21), Costs Principles for Educational Institutions, requires submission of a Certificate of Facilities and Administrative (F&A) Costs (the “Certificate”) to an institution’s cognizant agency. The Certificate is prepared by the Corporation and is used in negotiations with its cognizant agency, the Department of Health and Human Services (HHS), in determining a rate at which the Corporation will be reimbursed for the F&A costs associated with the completion of sponsored research.

The Corporation receives reimbursement of F&A costs as part of the granting agreement at either the rate negotiated with HHS or at special rates negotiated with the granting agency. On December 2, 2009, HHS approved F&A cost recovery rates effective from July 1, 2009 through June 30, 2013.

Despite HHS’s approval, negotiated rates could be adjusted retroactively, and reimbursement to granting agencies could be required if costs identified as unallowable per A-21 were improperly included in amounts included in the Certificate.

* * * * *

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS YEAR ENDED JUNE 30, 2010

PART I. SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS:

Type of auditors' report issued:	Unqualified		
Internal control over financial reporting:			
Material Weakness(es) identified?	_____ Yes	<u> X </u> No	
Significant deficiencies identified not considered to be material weaknesses?	_____ Yes	<u> X </u> N/A	
Noncompliance material to financial statements noted?	_____ Yes	<u> X </u> No	

FEDERAL AWARDS:

Internal control over major programs:			
Material weakness(es) identified?	_____ Yes	<u> X </u> No	
Significant deficiencies identified not considered to be material weakness(es)?	_____ Yes	<u> X </u> N/A	
Type of auditors' report issued on compliance for major programs:	Unqualified		
Any audit findings disclosed that are required to be reported in accordance with Circular A-133 (section .510(a))?	_____ Yes	<u> X </u> No	

Identification of Major Programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
Various 81.086	Research and Development Cluster Conservation Research and Development

Dollar threshold used to distinguish between Type A and Type B programs?	\$ <u>3,000,000</u>		
Auditee qualified as low-risk auditee?	<u> X </u> Yes	_____ No	

PART II. FINANCIAL STATEMENT FINDINGS SECTION

No matters were reportable.

PART III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS SECTION

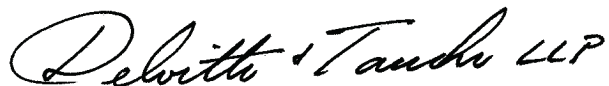
No matters were reportable.

ADDITIONAL INFORMATION

INDEPENDENT AUDITORS' REPORT ON ADDITIONAL INFORMATION

To the West Virginia University Research
Corporation Board of Directors:

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The additional information listed in the table of contents are presented for the purpose of additional analysis and are not a required part of the basic financial statements. This additional information is the responsibility of the West Virginia University Research Corporation's management. Such information has been subjected to the auditing procedures applied in our audits of the basic financial statements and, in our opinion, are fairly stated in all material respects when considered in relation to the basic financial statements taken as a whole.



October 12, 2010

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

RURAL HEALTH EDUCATION PARTNERSHIP (RHEP) PROGRAM ANNUAL REPORT SOUTHERN COUNTIES FISCAL YEAR 2009–2010

	RHEP FY 09-10 APPROVED BUDGET	RHEP FY 09-10 YTD EXPENDITURES	RHEP FY 09-10 UNEXPENDED BUDGET
BUDGET LINE ITEMS:			
1 Total salaries	\$ 132,848	\$ 91,421	\$ 41,427
2 Employee benefits	35,869	23,770	12,099
3 On-site clinical director — contractual	5,000	10,000	(5,000)
4 Operating costs (LRC and office)	16,000	16,053	(53)
5 Travel — staff	8,000	3,609	4,391
6 Development — staff	3,000	575	2,425
7 Annual honorarium	-	16,700	(16,700)
8 Faculty development — (preceptor’s only)	1,500	630	870
9 IDS Prep & Present	4,000	3,259	741
10 Graduate medical education	-	-	-
11 Recruitment and retention	-	-	-
12 Community service/health promotion	2,000	193	1,807
13 Student/resident housing	14,733	35,032	(20,299)
14 Administrative cost — lead agency	<u>22,295</u>	<u>17,008</u>	<u>5,287</u>
15 Subtotal	<u>245,245</u>	<u>218,250</u>	<u>26,995</u>
16 PROPERTY AND EQUIPMENT > \$1,000 (Itemize) (Designate if Housing Related by an “H”):			
16a.	-	-	-
16b.	-	-	-
16c.	-	-	-
17 Subtotal	<u>-</u>	<u>-</u>	<u>-</u>
18 SPECIAL PROJECTS (Other Programs):			
18a. CARDIAC Expenses (Revenue to 21a)	3,000	3,123	(123)
18b. GEC Expenses (Revenue to 21b)	-	-	-
18c. Oral Health Project (Revenue to 21c)	-	-	-
19 Subtotal	<u>3,000</u>	<u>3,123</u>	<u>(123)</u>
20 Total project cost	<u>248,245</u>	<u>221,373</u>	<u>26,872</u>
21 (LESS):			
21a CARDIAC Income	3,000	3,690	(690)
21b GEC Income	-	-	-
21c Childhood Oral Health Income	-	-	-
21d WVAHEC Income(Grant)	-	-	-
21e Other Grant/Special Project Income	-	-	-
21f Other Income Earned	-	-	-
21g Lead Agency Contributed Funds	-	-	-
22 Subtotal	<u>3,000</u>	<u>3,690</u>	<u>(690)</u>
23 TOTAL RHEP GRANT	<u>\$245,245</u>	<u>\$217,683</u>	<u>\$ 27,562</u>

**** Unexpended balance must be returned to the RHEP Administrative Office within 45 days of year end per Policy 2007-01. along with Annual Report.

See notes to financial statements.

WEST VIRGINIA UNIVERSITY RESEARCH CORPORATION

NOTES TO THE RURAL HEALTH EDUCATION PARTNERSHIP (RHEP) PROGRAM FOR THE YEAR ENDED JUNE 30, 2010

1. The purpose of the Rural Health Education Partnership (RHEP) Annual Report (the “Schedule”) is to present a summary of the revenues and expenditures by the Corporation for the year ended June 30, 2010, as authorized by RHEP program staff.
2. The RHEP program receives its financing from the West Virginia Higher Education Policy Commission.
3. The Schedule is prepared on the accrual basis of accounting.