



OFFICE OF RESEARCH AND SPONSORED PROGRAMS

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July 20, 2016

Subject: OMB Circular A-133 Audit Report for 2014-2015

To Whom It May Concern:

The University of Wisconsin-Madison has completed its annual audit in compliance with the Office of Management and Budget (OMB) Circular A-133 for the fiscal year ended June 30, 2015. The audit was performed by the Legislative Audit Bureau for the State of Wisconsin, and copies of the audit have been forwarded to the Federal clearinghouse as required. The 2015 Single Audit Report (report 16-5) is also available for viewing at <http://legis.wisconsin.gov/LAB/reports/16-5full.pdf>

To comply with OMB Circular A-133 reporting requirements, we are notifying your organization that there was a finding related to the Research and Development Cluster at the University of Wisconsin-Madison. The University of Wisconsin-Madison section of the audit report focusing on the R&D Cluster is on pages 88-91 of the audit report.

Finding 2015-028: Procurement Card Rebates

A finding was made related to the handling of rebates generated from the usage of procurement cards. This finding does not pertain to an individual award. As noted in the corrective action plan, UW-Madison treats these credits as a reduction to the general administration cost pool in the F&A rate calculation. The University discussed this finding with its cognizant federal audit agency, who determined that there is not a risk, harm, or negative impact to the federal government by the error/omission in the F&A rate proposal in FY2012.

If you have any questions regarding the audit, please contact Robert Andresen, Director of Research Financial Services at (608) 262-2896 or [randresen@rsp.wisc.edu](mailto:randresen@rsp.wisc.edu).

Sincerely,

A handwritten signature in black ink, appearing to read "Kim Moreland".

Kim Moreland  
Director